



MERCATOR GOLD PLC

London – Friday 24 November 2006

Drilling at Prohibition confirms consistent width and depth to mineralisation with significant potential to upgrade the resource

HIGHLIGHTS

- Resource drill-outs at Prohibition return intersections that include:

Prohibition

- 12m at 13.8g/t
- 19m at 5.0g/t
- 30m at 3.1g/t
- 21m at 3.1g/t
- 31m at 2.1g/t

- Reserve estimation for Bluebird and Surprise enter final stage.
- Plant upgrade on time and budget for completion mid-January 2007

The Managing Director, Mr Patrick Harford said:

“The drilling results continue to confirm the potential of the Prohibition ore body. Consistent widths give us lots of options as to mining method. The plant refurbishment and mining studies are progressing well with recruitment and mining contracts now under consideration”

Prohibition-Vivian-Consols

At Prohibition, Vivian and Consols (PVC), the recent focus has been Prohibition where a ferruginous chert hosts gold-pyrite-arsenopyrite mineralisation. All holes listed here are drilled from E to W across the E-dipping ferruginous chert. PVC is on track for a significant increase and improved quality resource. Drill intersections (>1.0 g/t Au) received include but are not limited to:

Hole ID	Depth from surface	Internal dilution	Interval
06PRRD028	234m	7m	19m @ 5.0g/t
06PRRD029	407m	0	8m @ 2.5g/t
06PRRD030	322m	2m	16m @ 1.9g/t
06PRRD034	94m	3m	12m @ 13.8g/t
06PRRD036	282m	19m	27m @ 1.9g/t including 6m @ 4.9g/t
06PRRD037	254m	6m	21m @ 3.1g/t
06PRRD040	343m	14m	31m @ 2.1g/t including 9m @ 4.1g/t
06PRRD041	371m	12m	30m @ 3.1g/t

Exploration for shallow oxide mineralisation

The Company's programme of exploration for shallow oxide and other near-surface ores is returning positive results. Preliminary data are available for Nannine, Maid Marion and Whangamata (north of Bluebird). Additional results are pending.

Nannine is one of four mining centres within the Company's tenement holding at Meekatharra. The Nannine mining centre has produced more than 200,000 ounces of gold from surface alluvial, oxide open cut and lode underground mines. Significant RAB drill intersections (>1.0 g/t Au) received include but are not limited to:

Hole ID	Depth from surface	Internal dilution	Interval
06NNRB115	24m	0	4m @ 5.8g/t
06NNRB142	12m	0	4m @ 3.3g/t

At Meekatharra North, the Company is focused on RC drilling the zone of oxide mineralisation at Maid Marion. The drilling confirms a NNE-trending zone of deeply weathered mineralisation 270m in length. Significant drill intersections (>1.0 g/t Au) received include but are not limited to:

Hole ID	Depth from surface	Internal dilution	Interval
06MMRC040	75m	6m	10m @ 1.6g/t
06MMRC045	173m	5m	8m @ 1.1g/t
06MMRC047	10m	6m	18m @ 1.7g/t

An on-going aircore (AC) programme at Whangamata continues to identify a NNW-trending zone of mineralised quartz veining at shallow depth. Significant drill intersects (>1.0 g/t Au) received include but are not limited to:

Hole ID	Depth from surface	Internal dilution	Interval
06WHAC047	18m	0	2m @ 8.2g/t
06WHAC055	46m	7m	12m @ 1.2g/t
06WHAC055	69m	9m	15m @ 1.3g/t

Consent for release

Julian Vearncombe BSc (Hons), PhD, FGS, RPGeo, FAIG is a director of the Company and consents to the inclusion of the exploration information in the form and context in which it appears here. Julian Vearncombe is a Competent Person for the reporting of these results as defined by the JORC Code 2004 Edition.

For further information please contact:

Mercator Gold plc

Terry Strapp, Chairman

Tel: +61 (0) 8 9322 7422

Mob: +61 (0) 412 228 422

Patrick Harford, Managing Director

Tel: +44 (0) 20 7929 1010

Mob: +44 (0) 7786 486 645

Email: info@mercatorgold.com

Website: www.mercatorgold.com

Parkgreen Communications

Justine Howarth / Ana Ribeiro

Tel: +44 (0) 20 7493 3713