



(TSX.V:TLG)

## TAGISH UPDATE

May 19, 2009

**Tagish Lake Gold Corp., Richmond, BC (TSX-V: TLG)** wishes to update investors on the progress of the previously announced amalgamation with 804722 BC Ltd., a private company and parent company of Yukon-Shaanxi Mining Company Inc. (“Yukon-Shaanxi”).

Tagish Lake Gold Corp. (“Tagish”) and Yukon-Shaanxi representatives are continuing to work on the Joint Proxy Information Circular, a necessary document in the amalgamation process. The Information Circular, as well as certain other preliminary documents, will be submitted to the TSX Venture Exchange for conditional approval. This will be followed by submission of the Information Circular to the shareholders for approval of the transaction at a Special Meeting now tentatively scheduled for June 19, 2009, and then by Court approval under the Business Corporations Act of British Columbia.

The amalgamation is supported by the Board of Directors of both companies and will result in an entity with early stage and late stage exploration, and early stage development properties located in the Yukon Territory, Canada.

The agreement provides that Tagish will have to pay a break fee to Yukon-Shaanxi in the event of acceptance of a “Superior Proposal”, or of other events such as rejection of the offer by shareholders. The break fee would be an amount equal to 5% of the market capitalization of Tagish following public disclosure of the event.

Yukon-Shaanxi reports that they expect to have a team of 15 Chinese geologists in the Yukon in June 2009, eager to be immersed in the geology and exploration of the Skukum property.

### **About Tagish Lake Gold Corp.**

Tagish Lake Gold Corp. explores for and develops high grade gold-silver mineral deposits in the Yukon Territory of Canada. The Company is currently focused on its wholly owned, 178 km<sup>2</sup> Skukum Mineral District located 80 km by road south of Whitehorse. The Skukum Mineral District hosts the Skukum Creek gold-silver deposit, the Goddell Gully and the Mt. Skukum gold deposits.

FOR FURTHER INFORMATION, visit the Company’s website at [www.tagishgold.com](http://www.tagishgold.com), or contact:

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