



(TSX.V:TLG)

## **TAGISH CONCLUDES AN AGREEMENT WITH YUKON SHAANXI MINING COMPANY INC.**

April 2, 2009

**Tagish Lake Gold Corp., Richmond, B.C. (TSX-V: TLG)** announces that the Board of Directors has negotiated, and recommend that the Shareholders accept, an agreement to merge with “**Yukon-Shaanxi Mining Company Inc.**” (“**Yukon-Shaanxi**”, “**YSM**”) a private company, whereby YSM will assume all of the assets and liabilities of both YSM and TLG. The transaction will result in the formation, under the laws of British Columbia, of one corporate entity, proposed to be named “**YS Mining Company Inc. (YS)**” which will have its shares listed on the TSX Venture Exchange. Under the terms of the Definitive Agreement, shareholders of TLG will exchange forty (40) TLG shares for each YS share, and YSM shareholders will exchange one YSM share for each YS share.

On closing, **YS Mining Company Inc.** will have at least C\$6,000,000 available to meet the obligations of the merged company.

The agreement provides that TLG will have to pay a break fee to YSM 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 TLG following public disclosure of the event.

The transaction will require TSX Venture Exchange approval, as well as shareholder approval at a Special Meeting to be held May 27, 2009, followed by Court approval under the Business Corporations Act of British Columbia.

In recommending acceptance, the Directors expect that the merged company is to pursue an aggressive program of mineral exploration on the Skukum property and elsewhere in the Yukon, creating value for the shareholders. Under current market conditions, the Company believes that the merger will provide the best opportunity for shareholders.

### **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 and the Goddell Gully gold deposit and the Mt. Skukum gold deposit.

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

**Tagish Lake Gold Corp.**  
**Robert Bryce, Chairman**  
**Robert Rodger, Interim CEO**

Tel: 604-273-6477  
Fax: 604-273-6488  
[www.tagishgold.com](http://www.tagishgold.com)

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this news release.

*This news release does not constitute an offer to sell or a solicitation of an offer to buy any of the securities in the United States. The securities of the Company have not been registered under the United States Securities Act of 1933, as amended (the "U.S. Securities Act") or any state securities laws and may not be offered or sold within the United States or to U.S. Persons unless registered under the U.S. Securities Act and applicable state securities laws or an exemption from such registration is available.*

*Certain statements contained in this news release using the terms "may", "expects to", "projects", "estimates", "plans", and other terms denoting future possibilities, are forward-looking statements in respect to various issues including upcoming events based upon current expectations which involve risks and uncertainties that could cause actual outcomes and results to differ materially. The future conduct of the Company's business and the feasibility of its mineral exploration properties are dependent upon a number of factors and there can be no assurance that the Company will be able to conduct its operations as contemplate and the accuracy of these statements cannot be guaranteed as they are subject to a variety of risks that are beyond our ability to predict or control and which may cause actual results to differ materially from the projections or estimates contained herein. The risks include, but are not limited to, the risks described in the above press release; those risks set out in the company's disclosure documents and its annual, quarterly and current reports; the fact that exploration activities seldom result in the discovery of a commercially viable mineral resource and are also significant amounts of capital to undertake and the other risks associated with start-up mineral exploration operations with insufficient liquidity, and no historical profitability. The Company disclaims any obligation to revise any forward looking statements as a result of information received after the fact or regarding future events.*