

22 September 2005

Company Announcements Office
Australian Stock Exchange Limited
10th Floor, 20 Bridge Street
Sydney NSW 2000

Dear Sir,

**TOUQUOY GOLD PROJECT – SHALLOW INTERSECTIONS UP TO 11M @ 7.0G/T
GOLD FROM RESOURCE DELINEATION DRILLING PROGRAM**

Atlantic Gold (ATV) is pleased to announce results from the remainder of its recently completed first stage of the resource delineation drill program to complete infill of the existing drilling of the Touquoy Deposit on 20m x 25m centres. A total of 70 NQ diamond holes (MR-05-060 to MR-05-129) for 5477m were drilled to advance the Feasibility Study and results of the first 26 holes have been previously reported. Assay results from the remaining holes have now been received and results, as previously, are in line with expectations. Best results, including 11m @ 7.0g/t from 16m, 14m @ 5.1g/t from 26m and 15m @ 3.3g/t (cut to 30g/t) from 40m, are given in the following table and hole locations are shown on the accompanying plan.

These results confirm our expectations about the good continuity of the major mineralised zones. The accompanying cross section, Section 22075E at the eastern end of the deposit (see plan for location), illustrates this point with resolution of a strong, shallow, gently dipping zone of mineralisation over 100m across strike by the three infill holes MR-05-120, 121 and 125. This disposition of wide, continuous, shallow gently dipping mineralisation, also evident on sections further west, foreshadows the low waste:ore ratio which contributes to the favourable economics of this project.

As previously reported the resource estimate for the Touquoy Deposit presently stands at 6.91 million tonnes @ 2.1 g/t for 472,000 ounces gold, of which 4.44 million tonnes @ 2.1 g/t for 300,000 ounces are classified as Indicated Resources and 2.47 million tonnes @ 2.2 g/t for 172,000 ounces are classified as Inferred Resources. These estimates are based on results from 187 previous drillholes.

Detailed geological interpretation from the diamond drilling data is presently in progress to enable refinements to existing resource estimations, pit design, proposed hydrogeological testwork and follow-up infill drilling. Comminution testwork for mill design is underway.

Hole	Easting	Northing	Dip	Grid Az	Depth	Best Assays			
						From (m)	To (m)	Width (m)	Grade (g/t Au)
MR-05-062	21825	10246	-42	180	101.0	77	89	12	1.42
MR-05-064	21825	10203	-40	180	82.3	52	64	12	3.8*
						(or uncut:		12	10.9)
MR-05-065	21825	10203	-60	180	74.5	51	60	9	2.36
MR-05-066	21825	10143	-60	360	50.2	42	49	7	7.0*
						(or uncut:		7	7.6)
MR-05-067	21825	10141	-60	180	49.8	41	43	2	16.1*
						(or uncut:		2	76.6)
MR-05-072	21725	10260	-60	180	140.5	107	112	5	3.1
MR-05-074	21725	10250	-56	180	121.6	64	68.9	4.9	6.3*
						(or uncut:		4.9	8.3)
						90	109	19	2.7*
						(or uncut:		19	4.8)
MR-05-075	21700	10200	-60	180	80.5	47	54	7	4.6
MR-05-076	21675	10160	-60	180	70.0	36	44	8	1.19
MR-05-077	21700	10160	-60	180	60.0	37	52	15	1.10
MR-05-081	21700	10120	-60	180	61.5	22	30	8	4.6
						35	48	13	1.32
MR-05-082	21725	10110	-60	180	50.0	26	40	14	5.1
MR-05-083	21675	10250	-75	180	161.5	54	62	8	8.0*
						(or uncut:		8	16.6)
						110	159	49	2.94*
						(or uncut:		49	2.98)
MR-05-084	21650	10243	-63	180	150.0	54	62	8	6.9
						105	126	21	3.7
MR-05-085	21650	10243	-75	180	161.4	43	50	7	3.14
						146	148	2	12.1
MR-05-087	21725	9987	-63	360	86.8	38	42	4	2.84
						51	61	10	1.74
MR-05-088	21700	9960	-45	360	100.5	65	73	8	2.49
MR-05-089	21700	10000	-45	360	80.0	25	32	7	1.79
						41	52	11	2.65
MR-05-093	21902	10097	-60	360	43.1	2.9	6	3.1	5.4
MR-05-094	21625	10017	-42	360	115.0	105	112	7	2.03
MR-05-098	22025	10020	-60	360	113.1	31	40	9	2.23
MR-05-100	21900	10235	-40	180	80.0	48	57	9	2.9
MR-05-101	21900	10235	-55	180	80.0	47	58	11	2.5
MR-05-112	22025	10200	-60	180	49.5	24	32	8	2.09
MR-05-113	22025	10220	-60	180	55.5	15	36	21	3.5
MR-05-114	21975	10230	-60	180	60.0	37	50	13	3.4
MR-05-115	21975	10160	-60	360	50.0	23	27	4	6.0
MR-05-118	22150	10180	-45	360	40.4	25	33	8	2.7
MR-05-120	22075	10255	-45	180	70.0	40	55	15	3.3*
						(or uncut:		15	6.5)
MR-05-121	22075	10216	-45	180	85.5	16	27	11	7.0
						31	40	9	3.0
MR-05-126	21750	10260	-60	180	140.0	74	76	2	14.9
						99	105	6	5.9
MR-05-128	21975	10280	-60	180	90.0	62	69	7	2.88


*High assays cut to 30g/t. Results in italics previously reported.

Individual samples comprise ½ NQ core of nominal 1m length, and all assays are fire assays. Quoted intervals calculated to 1.0g/t cut-off with maximum 3m internal dilution.

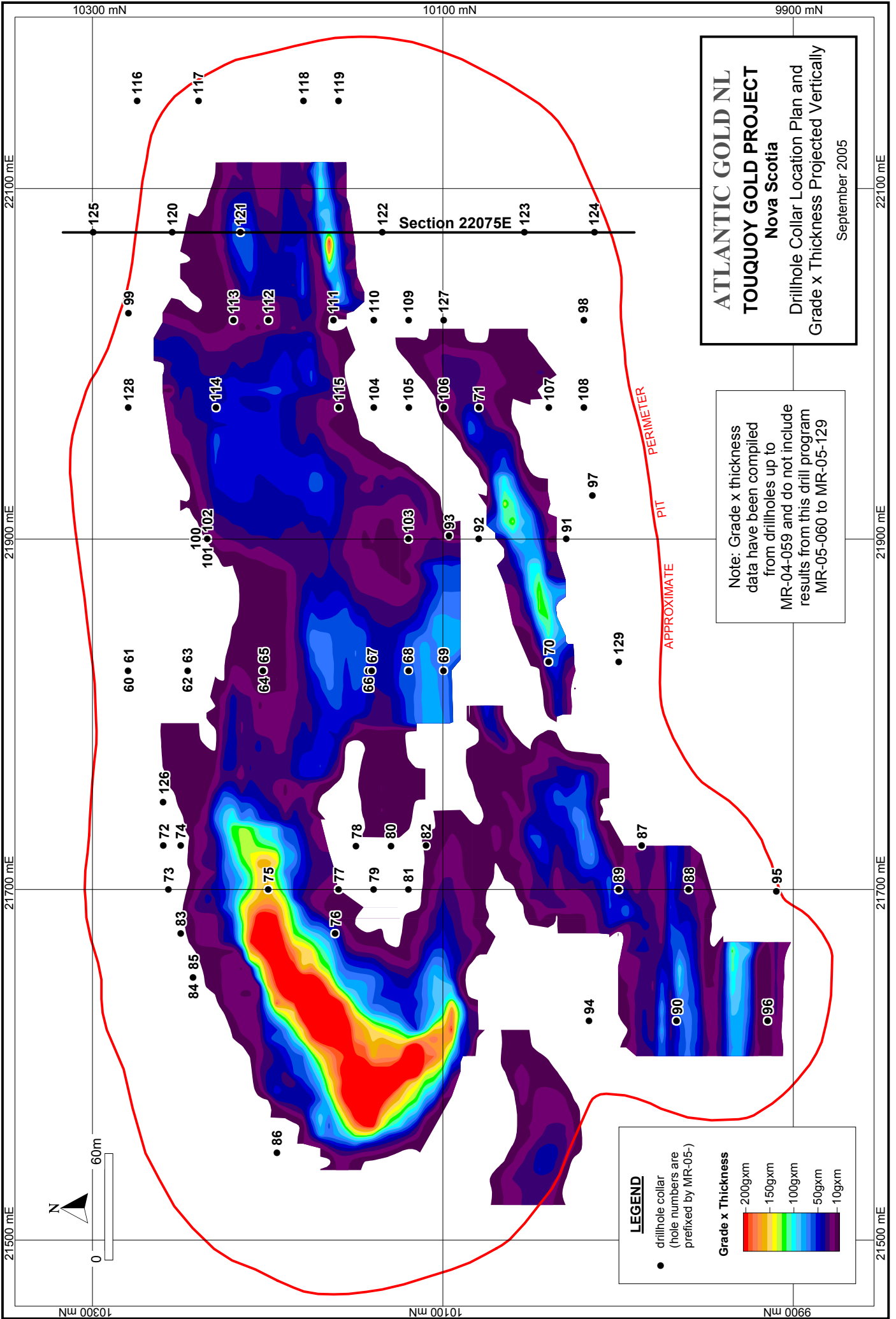
Priority is now being given to the various aspects of the permitting process – including compilation of baseline environmental data, hydrological assessment, community liaison and land acquisition – leading to regulatory approval of the project.

Atlantic Gold is earning a 60% interest in the Touquoy Gold Project by spending C\$2.2 million by 31 December 2005. An additional 15% interest can be acquired in the property outside the general area of the known resource by securing project financing.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Wally Bucknell', written in a cursive style.

Wally Bucknell
Executive Director



ATLANTIC GOLD NL
TOUQUOY GOLD PROJECT
 Nova Scotia
 Drillhole Collar Location Plan and
 Grade x Thickness Projected Vertically
 September 2005

Note: Grade x thickness data have been compiled from drillholes up to MR-04-059 and do not include results from this drill program MR-05-060 to MR-05-129

LEGEND

- drillhole collar (hole numbers are prefixed by MR-05-)

Grade x Thickness

200gxm
150gxm
100gxm
50gxm
10gxm

ATLANTIC GOLD NL

TOUQUOY GOLD PROJECT
NOVA SCOTIA

SECTION 22075E

September 2005

10320N

10280N

10240N

10200N

10160N

10120N

10080N

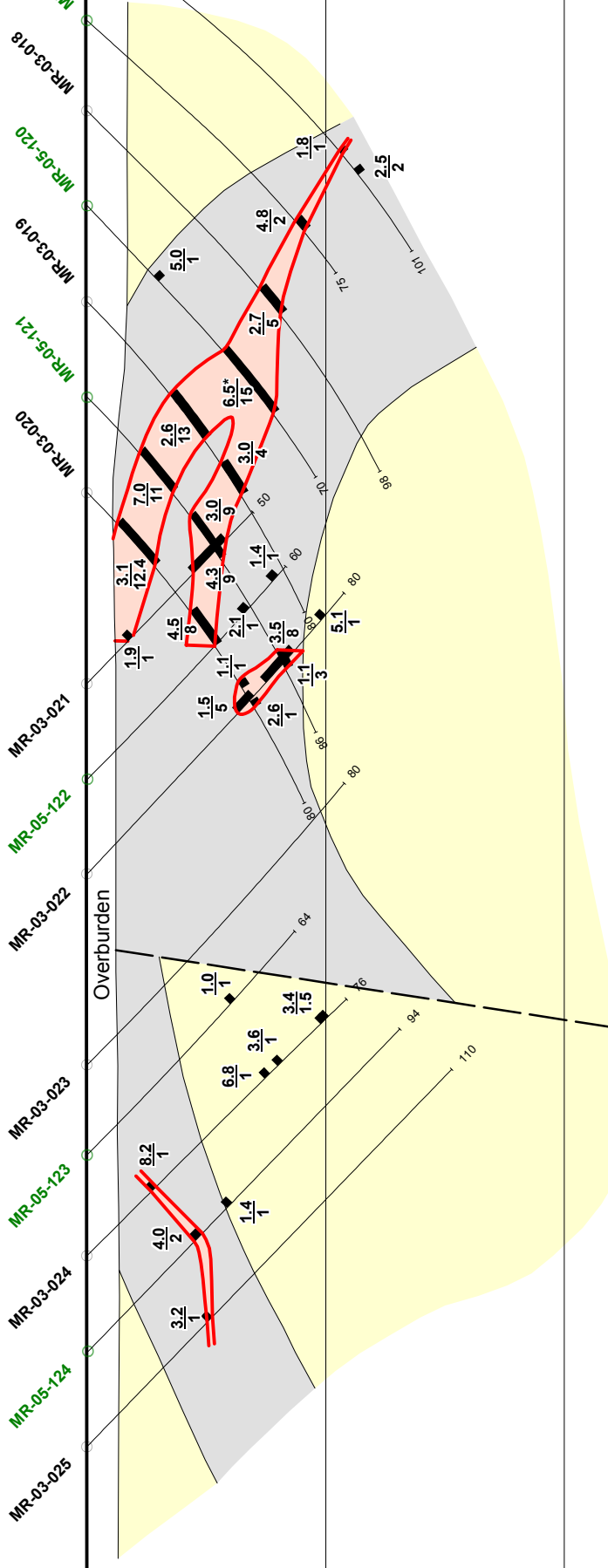
10040N

10000N






MR-04-037
MR-05-125
MR-03-018
MR-05-120
MR-03-019
MR-05-121
MR-03-020
MR-03-021
MR-05-122
MR-03-022
Overburden
MR-03-023
MR-05-123
MR-03-024
MR-05-124
MR-03-025

1050mRL

1000mRL



Legend

-  Argillite
-  Greywacke
-  Fault
-  > 1 g/t Au
-  7.0 g/t gold
11 metres

Note: Holes MR-05-120 to MR-05-125 drilled in recent program

* uncut grade