

**Patagonia Gold PLC**  
**("Patagonia Gold" or "the Company")**  
**Re-pricing of Options**

On 19 January 2009 the Board of Directors agreed, following a recommendation from the Company's remuneration committee and subject to subsequent approval by shareholders at the Company's next Annual General Meeting, to re-price certain outstanding share options that have been issued to employees who remain within the group in order to incentivise those individuals and to reflect a more realistic price level given the current market in the Company's shares. A total of 16,787,000 share options will be re-priced to 8p, being a 10 per cent. premium to the mid market price at close of business on 19 January 2009

Included are the following grants of options to Directors:

<b>Director</b>	<b>Share Options Re-priced</b>	<b>New Exercise Price</b>	<b>Original Exercise Price(s)</b>
Sir John Craven	1,500,000	8p	13.75p
Carlos Miguens	1,500,000	8p	15.75p
William Humphries	3,500,000	8p	13.50 to 15.75p
Gonzalo Tanoira	1,281,000	8p	15.75p
Richard Prickett	3,406,000	8p	13.50 to 15.75p
Marc Sale	3,400,000	8p	9.875 to 15.75p

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