

# News Release

## **SOUTH AMERICAN GOLD AND COPPER COMPANY LIMITED**

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**FOR IMMEDIATE RELEASE** – January 6, 2005

**Stock Symbol: TSX: SAG**

### **South American Gold and Copper Company Limited Announces Reasons and Actions Taken in Connection with a Delay in Filing its Fiscal Year Ended September 30, 2005, Audited Financial Statements**

**South American Gold and Copper Company Limited** announces today that due to certain unforeseen non-material health related issues experienced by a member of management involved in the audit of the Company's Chilean operations, it was not able to meet the deadline of December 29, 2005 for the filing of its audited financial statements and related management discussion and analysis ("MD&A") for the annual fiscal year ended September 30, 2005.

SAG is working with its auditors as expeditiously as possible to complete the necessary work. Management expects this to be completed by the third week of January 2006.

Pending the filing of its audited financial statements and MD&A, SAG intends to satisfy the alternative information guidelines recommended by Ontario Securities Commission Policy 57-603 and Canadian Securities Administrators Staff Notice 57-301. The Company will request from the applicable Canadian securities regulators that a management cease trade order related to SAG's common shares be imposed against some or all of the persons who have been directors, officers or insiders of SAG. Such an order would not generally affect the ability of persons who have not been directors, officers or insiders of SAG to trade SAG's securities.

SAG is a mineral producing, exploration and development company with properties and activities currently focused in Chile.

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