



NEWS RELEASE

VANGOLD ANNOUNCES FINANCING

October 21, 2009 – Vancouver, BC – Vangold Resources Ltd. ("Vangold" or the "Company") is pleased to announce it has reached an agreement, subject to regulatory approval, with two subscribers for a private placement of 5,454,545 shares at \$0.22 per share for proceeds of \$1.2 million.

Following the proposed plan of arrangement of Vangold shareholders, as announced October 8, 2009, the proceeds of the private placement will remain with Vangold and will be used for continued exploration and development of the properties held by Pacific Kanon Gold Corp., currently a 50% owned subsidiary of Vangold and to become 100% owned following consummation of an agreement between Vangold and New Guinea Gold Corporation.

As announced on October 8, 2009, Vangold shareholders will receive an aggregate of 25,609,746 shares of IBC Advanced Alloys Corp. ("IBC Shares") which are currently held by Vangold and will receive an aggregate of 10,711,628 units ("Vanoil Units") of newly formed Vanoil Energy Ltd, each unit consisting of a one share of Vanoil and one right entitling the holder to acquire an additional share at a price of \$0.50 per share. Based upon the number of issued shares of Vangold following completion of the private placement, shareholders of Vangold will receive approximately 0.281 of an IBC Share and 0.1175 of a Vanoil Unit for each Vangold share, as a result of the plan of arrangement.

To find out more about Vangold Resources Ltd. please visit our website at www.vangold.ca or contact Dal Brynelsen at 604-684-1974 or by email brynelsen@vangold.ca.

On Behalf of the Board of
VANGOLD RESOURCES LTD.

"Dal Brynelsen"

Dal Brynelsen, President and CEO

Disclaimer for Forward-Looking Information

Information in this news release respecting the transaction with NGG constitutes forward-looking information. Statements containing forward-looking information express, as at the date of this news release, the Company's plans, estimates, forecasts, projections, expectations, or beliefs as to future events or results and are believed to be reasonable based on information currently available to the Company.

Forward-looking statements and information are based on assumptions that financing and personnel will be available when required and on reasonable terms,

and all necessary regulatory approvals and shareholder approval will be obtained, none of which are assured and are subject to a number of other risks and uncertainties

There can be no assurance that forward-looking statements will prove to be accurate. Actual results and future events could differ materially from those anticipated in such statements. Readers should not place undue reliance on forward-looking information

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