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NEWS RELEASE 04-07

Airbourne Geophysics Underway At Gossan's Sharpe Lake Gold Property

May 4, 2004 – **Gossan Resources Limited** (GSS-TSX.V & GSR-Frankfurt/ Freiverkehr) has initiated a 3510 line-km airborne magnetic survey at its Sharpe Lake Gold Properties, located in northeastern Manitoba. This geophysical survey is being flown by Goldak Airborne Surveys and will form the basis for a summer field exploration program.

The Manitoba Geological Survey reported, last fall, that gold mineralization was identified on a Gossan property at the west end of Sharpe Lake. This discovery confirms the gold prospectivity of the Sharpe Lake area in alteration zones developed within the Stull Lake-Wunnummin Fault Zone (SWFZ), a major gold metallotect.

The Sharpe Lake Properties cover the western strike-extension of the deformation zone that transects the Monument Bay-Twin Lakes area where a Wolfden-Bema Gold Joint-venture is continuing to conduct drill programs and has calculated a resource, as at August 7, 2003, totaling 418,371 ounces of gold grading 20.4 gpt (0.60 opt). The SWFZ and its related greenstone belt trend east-west under Sharpe Lake and transect Gossan's three exploration permits over a 40-km strike length. The Sharpe Lake Properties which cover 23,273 hectares are located in northeastern Manitoba between the formerly-producing God's Lake Gold Mine and adjacent to the Wolfden-Bema Gold J-V which straddles the Ontario border, approximately 560-km northeast of Winnipeg.

Gossan Resources Limited is engaged in mineral exploration in Manitoba and northwestern Ontario. It has a well-diversified portfolio of properties hosting gold and platinum group metals, as well as the specialty metals, tantalum, chromium, titanium and vanadium. The Company also has large deposits of magnesium-rich dolomite and silica sands. Gossan trades on the TSX Venture and the Frankfurt/Freiverkehr & Xetra Exchanges and has 14,516,124 shares outstanding (19,116,124 shares fully diluted).

-30-

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The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this news release.