

PRESS RELEASE

FOR IMMEDIATE RELEASE

CAPITAL GOLD ANNOUNCES POSTPONEMENT OF ANNUAL MEETING OF STOCKHOLDERS

New York, January 16, 2009 – Capital Gold Corporation (TXS: CGC; OTC/BB: CGLD) today announced that it has postponed its annual meeting of stockholders, which had been scheduled for January 20, 2009. Details of the rescheduled annual meeting will be provided when they are available. The annual meeting has been postponed to allow management sufficient time to respond to comments of the staff of the Securities and Exchange Commission resulting from a regular review of the Company's periodic filings. In addition to the report of management on internal controls over financial reporting which was contained in the Company's recent Form 10-K, the SEC's comments require the Company to obtain an attestation report of the Company's independent registered accounting firm of internal controls over financial reporting, among other matters. At the time that the Form 10-K was filed, that Company believed that only management's report on internal controls over financial reporting was required because the Company was previously a smaller reporting company and not required to obtain an attestation report of its independent auditor. The staff of the SEC has indicated in its comment letter that an attestation report is required. Accordingly, the Company has engaged its independent auditor to provide such an attestation report. Upon receipt of such report, the Company will amend its Form 10-K to include the report and will thereafter schedule its annual meeting of stockholders.

Important Information to Stockholders

On December 10, 2008, in connection with its 2009 Annual Meeting, Capital Gold mailed to its stockholders, and filed with the Securities and Exchange Commission, a proxy statement. The company intends to amend its 2009 proxy statement in response to the SEC's comments. Stockholders are urged to read the amended proxy statement regarding the proposals to be acted upon at the annual meeting when it becomes available, because it will contain important information. The Company will mail the amended proxy statement to its stockholders when it is available. Stockholders will be able to obtain a free copy of the amended proxy statement, as well as other filings containing information about Capital Gold, without charge, at the SEC's internet site (<http://www.sec.gov>).

About Capital Gold

Capital Gold Corporation (CGLD: CGC) is a gold production and exploration company. Through its Mexican subsidiaries and affiliates, it owns 100% of the El Chanate gold property in Sonora, Mexico. The proven and probable reserve is now 832,000 ounces of gold. The Company has

produced over 50,000 ounces of gold since inception. Further information about Capital Gold and the El Chanate Gold Mine is available on the Company's website, www.capitalgoldcorp.com.

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Statements in this press release, other than statements of historical information, are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Investors are cautioned that forward-looking statements are inherently uncertain. Actual performance and results may differ materially from those projected or suggested due to certain risks and uncertainties, some of which are described below. Such forward-looking statements include comments regarding the establishment and estimates of mineral reserves and non-reserve mineralized material, future increases in mineral reserves, the recovery of any mineral reserves, grade, processing rates and capacity, estimated future gold production, potential mine life and future growth of the company. Factors that could cause actual results to differ materially include timing of and unexpected events during construction, expansion and start-up; variations in ore grade, tonnes mined, crushed or milled; delay or failure to receive board or government approvals; the availability of adequate water supplies; mining or processing issues, and fluctuations in gold price and costs. There can be no assurance that future developments affecting the Company will be those anticipated by management.

Any forecasts contained in this press release constitute management's current estimates, as of the date of this press release, with respect to the matters covered thereby. We expect that these estimates will change as new information is received and that actual results will vary from these estimates, possibly by material amounts. While we may elect to update these estimates at any time, we do not undertake to update any estimate at any particular time or in response to any particular event. Investors and others should not assume that any forecasts in this press release represent management's estimate as of any date other than the date of this press release. Additional information concerning certain risks and uncertainties that could cause actual, results to differ materially from that projected or suggested is contained in the Company's filings with the Securities and Exchange Commission (SEC) over the past 12 months, copies of which are available from the SEC or may be obtained upon request from the Company.

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