

PRESS RELEASE

FOR IMMEDIATE RELEASE

CAPITAL GOLD ANNOUNCES GOLD PRODUCTION TOTALS FOR THE FIRST QUARTER OF OPERATIONS

Cost of Production Kept Significantly Below Industry Average Leach Pad Expansion Begins

New York, November 1, 2007 - Capital Gold (TSX:CGC; OTC/BB:CGLD) reported today that the Company has produced approximately 10,000 ounces of gold in the first fiscal quarter of 2007 (ended Oct. 31) from its El Chanate mine in Sonora, Mexico. Estimates for the cost of production (including mining, crushing, processing and site G & A) have been approximately \$280 per ounce, which is in line with the 2005 feasibility study estimates, once inflation is factored in. Production costs were significantly below the industry wide average of \$371 reported for the recent second calendar quarter of 2007, based on a survey by Goldfields Mineral Service (GFMS). The Company's latest sale of gold was completed at \$785 per ounce. Production for the first full year of operation is estimated to be 50,000 ounces.

Capital Gold's Chairman, Gifford Dieterle, said: "We are happy to report these production numbers for our first quarter of operation. Our fiscal year began August 1, and October 31 marked the end of our first quarter of operations. We anticipate that full financial results from this quarter will be available in mid-December."

Given the recent 70 percent increase in the estimate of gold reserves at the El Chanate mine, Capital Gold's management team has begun efforts to increase production levels to 60,000 ounces per year in 2008. The expansion of the leach pads is already underway, as is a study initiated to look at the most efficient ways to increase the capacity in the carbon recovery system. Capital Gold's Chief Operating Officer, John Brownlie, noted that the ADR plant (adsorption, desorption and recovery) is currently the limiting factor in increasing production beyond 60,000 ounces per year. "The new expansion, when completed, will increase gold production capabilities to up to 100,000 ounces per year, and also enable the production of an equivalent number of silver ounces per year," he said. (Photos and details of the leach pad expansion, now underway, are shown on the Company website, www.capitalgoldcorp.com.)

Brownlie said that the Company recently obtained the additional water rights necessary for the expansion to 100,000 ounces per year. "The final remaining piece of the expansion program is adding another secondary crusher. The original design anticipated the increased throughput, and the

company that installed the crushing circuit will be installing the new crusher. All of these increased capacity upgrades are anticipated to be completed by the end of 2008.”

“We have kept our costs as low as possible, and we will be equally as cost conscious as we move through these increased production levels,” Brownlie said. “We are proud of our record.”

Capital Gold also announced that on Friday, November 9, 2007, they will officially celebrate the Inauguration of the El Chanate Mine. Many Mexican government officials will be attending, including the Governor of the State of Sonora, Jose Eduardo Robinson Bours Castelo, as well as the Secretary of Mining, Noberto Roque Diaz de Leon, from the Ministry of Economy in Mexico City. The Company is anticipating that between 150 and 200 people will attend the event.

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. 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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