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NEWS RELEASE 06-01

Gossan Acquires Alto-Gardnar Gold Property

January 23, 2006 – **Gossan Resources Limited** (GSS-TSX.V & GSR-Frankfurt/Freiverkehr) has optioned the Alto-Gardnar Gold Property which along with additional staked ground encompasses approximately 800 hectares. The property is located in the Sandybeach Lake area of the Sioux Lookout-Dinorwic Southern Volcanic Belt, Wabigoon Sub province of Northwestern Ontario, about 37 kms east of Dryden.

The Alto-Gardnar gold occurrence was discovered around 1939. Exploration consisting of a series of trenches, a large open cut, and a 125-ton bulk sample was conducted in 1940. Subsequently, the bulk sample was reported to have an average grade of 0.081 opt gold by Satterly (1943) and 0.231 opt gold by Thompson (1946). This discrepancy remains unexplained. The Alto-Gardnar showing has not been systematically explored since 1940.

Gossan geologists have taken 22 grab samples from various trenches on the Alto-Gardnar showing which assayed from 5ppb to 151.3gpt gold. Eight of these samples assayed in excess of 2gpt Au. No visible gold was noted in any of the samples. In the early spring, Gossan intends to strip the overburden off the entire 250-metre length of the showing followed by detailed mapping and channel sampling. The shear zone and quartz vein system appear to be open at both ends.

The Alto-Gardnar gold occurrence consists of a complex quartz-ankerite vein system enclosed within a 10-metre wide, NE-SW trending, shear zone in mafic volcanics and small irregular felsic intrusions of the Southern Volcanic Belt. The shear zone and the quartz veins have been altered and flooded with ankerite, sericite, and minor tourmaline, all good indicators of gold mineralization. The shear zone and the quartz veins contain 1-3% - and up to 10% - pyrite with minor chalcopyrite and galena.

More recent work on the property included a VLF survey conducted in 1983 which defined ten conductors, none of which appear related to the main shear zone. In 1991, the Ontario Geological Survey (OFR 5752) undertook detailed mapping of the Alto-Gardnar occurrence over an exposed strike length of 250 metres. Most recently, in 1995, four holes were drilled along 60 metres of the showing with the best intersection being 4.66 gpt over 0.5 metres.

Under the terms of the option agreement, Gossan must make a series of payments totalling \$50,000 through to October 15, 2009. Portions of the property are subject to a 1.5% NSR of which 0.5% is re-purchasable by Gossan for \$500,000.

Gossan Resources Limited is engaged in mineral exploration in Manitoba and northwestern Ontario. It has a well-diversified portfolio of properties hosting gold, platinum group and base metals, as well as the specialty metals, tantalum, chromium, titanium and vanadium. The Company also has a large deposit of magnesium-rich dolomite and a silica sand prospect. Gossan trades on the TSX Venture and the Frankfurt/Freiverkehr & Xetra Exchanges and has 19,630,901 shares outstanding (25,313,678 shares fully diluted).

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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.