



NEWS RELEASE

Glamis Gold Ltd.

For immediate release

All amounts in United States Dollars

Trading symbol: TSX NYSE - *GLG*

August 5, 2003

GLAMIS GOLD REPORTS SECOND QUARTER RESULTS AND UPDATES DEVELOPMENT PROJECTS

August 5, 2003 Reno, Nevada -- Glamis Gold Ltd. (NYSE: GLG; TSX: GLG) today reported net income of \$3.9 million or \$0.03 per share for the second quarter of 2003 compared to net income of \$3.4 million or \$0.04 per share for the second quarter of 2002. Results for the second quarter 2003 include expensed exploration of \$1.4 million in Guatemala or (\$0.01) per share compared to an exploration expense of \$0.3 million in the second quarter of the previous year. Exploration expenditures at the Marlin project in Guatemala are now being capitalized as development costs.

Second Quarter Highlights:

- Produced 60,583 ounces of a gold at a total cash cost of \$172 per ounce.
- Generated cash flow from operations of \$9.1 million.
- Secured final permits and commenced construction at El Sauzal gold project in Mexico.
- Substantially advanced the in-fill drill program at the Marlin gold project in Guatemala and extended mineralization to the west.
- Discovered a new gold zone at Marigold mine that could significantly increase current reserves and resources.

Kevin McArthur, President and Chief Executive Officer of the Company said: “Glamis has already achieved a number of important milestones in 2003. We have permitted the El Sauzal project in Mexico and construction is now underway. In May, we completed a feasibility study at our Marlin property in Guatemala which is quickly developing into our largest and potentially our most profitable gold asset. Most recently, after nearing completion of a major expansion at Marigold, Glamis has made what could be an important new discovery in the Section 7 area. With all of these positive developments, we are moving rapidly toward our near-term objective of doubling gold production to 500,000 ounces annually at a total cash cost of less than \$150 per ounce.”

Financial Results

Revenue from gold sales in the second quarter of 2003 was \$21.7 million compared to \$20.3 million in the second quarter of last year. Glamis sold 61,575 ounces of gold in the latest quarter at an average realized price of \$353 per ounce compared to the sale of 64,879 ounces in the

corresponding period of 2002 at an average realized price of \$313 per ounce. The decline in gold sales in the latest quarter was principally the result of lower gold production at the Rand mine where leaching operations continued but active mining ceased as planned in the first quarter of 2003.

Net income for the second quarter of 2003 was \$3.9 million or \$0.03 per share compared to \$3.4 million or \$0.04 per share in the second quarter of the prior year. The increase in net income was due primarily to higher gold prices which offset lower gold sales and higher exploration expenses of \$1.8 million in the current quarter compared to \$0.3 million in the previous year. Depreciation and depletion expenses also rose in the most recent quarter due to higher gold production at Marigold mine.

For the first six months of 2003, Glamis reported net income of \$5.8 million or \$0.05 per share compared to net income of \$6.6 million or \$0.08 per share for the first half of 2002. For the latest six month period, Glamis sold 121,045 ounces of gold at an average realized price of \$351 per ounce compared to sales in the first half of 2002 of 126,913 ounces of gold at an average price of \$304 per ounce.

Cash flow generated from operations remained very strong in the latest quarter, rising to \$9.1 million compared to \$8.9 million in the second quarter of 2002. As of June 30, 2003 the Company reported cash and equivalents of \$149.8 million and working capital of \$163.1 million.

Operations Review

Gold production for the second quarter of 2003 was 60,583 ounces compared to 63,929 ounces in the second quarter of 2002. Total cash costs for the latest three month period were \$172 per ounce compared to \$156 per ounce in the second quarter of the prior year.

San Martin Mine

At San Martin mine, gold production in the second quarter was 29,159 ounces at a total cash cost of \$165 per ounce compared to 33,772 ounces in the previous year at a total cash cost of \$112 per ounce. A temporary delay in gold recoveries and higher total cash costs for the first half of 2003 resulted from changes in leach pad chemistry that are being resolved with the addition of lime to the circuit. While gold production is expected to return to projected levels, lower first half production has resulted in a revised target of 120,000 ounces for the year.

Marigold Mine

Glamis' two-thirds share of gold production from Marigold mine in the second quarter was almost double that of the previous year at 21,446 ounces compared to 10,968 ounces in 2002. Of equal importance, total cash costs declined sharply to \$154 per ounce compared to \$197 per ounce in the second quarter of the prior year. As part of the planned mine sequence, gold grades for the year to date have exceeded those of the prior year and ore tons mined are also above projections due to the successful implementation of the Marigold expansion program. As a result, Glamis expects its share of production from Marigold will amount to approximately 95,000 ounces in 2003.

The Terry Zone North (TZN) discovery in the Section 7 area is discussed in the Marigold Exploration section.

Rand Mine

Second quarter gold production at Rand mine was 9,958 ounces at a total cash cost of \$232 per ounce compared to 19,189 ounces at a total cash cost of \$228 per ounce in 2002. Leaching activities will continue throughout 2003 and 2004 in conjunction with final reclamation. Rand is on track to produce 35,000 ounces of gold this year.

Development Projects

El Sauzal Project, Mexico

At the El Sauzal gold project, all major permits have been secured and construction of the access road from Los Mochis and site preparation work are both on schedule. The road is now more than 50 percent complete and excavations for the mill and other processing facilities are currently underway. The permanent camp and communications facilities are nearing completion. El Sauzal remains on schedule to commence gold production in the fourth quarter of 2004 and achieve commercial production in the first quarter of 2005.

Marlin Project, Guatemala

Currently, there are three drill rigs operating on the Marlin project that are conducting in-fill and condemnation programs and extending previously delineated mineralization to the west. Selected drill intervals from the latest program are as follows:

<u>Hole #</u>	<u>Drill Interval (meters)</u>	<u>Length (meters)</u>	<u>Gold (g/tonne)</u>	<u>Silver (g/tonne)</u>
EM189	409.2 – 416.0	6.8	8.4	220
EM213	365.4 – 372.9	7.5	16.0	355
EM253	222.0 – 228.0	6.0	16.9	241
EM256	447.5 – 454.5	7.0	16.0	209
EM258*	403.0 – 408.0	5.0	11.3	805
EM266*	333.6 – 344.0	10.4	7.6	512
EM301*	283.0 – 286.0	3.0	24.8	503
EM302*	396.2 – 399.1	2.9	24.9	N/A

Step-out holes to the west of the Main zone are indicated by an asterisk. The entire drill database for the Marlin project is presented on the Company's website: www.glamis.com.

Glamis is making good progress in defining additional reserves and resources which will be incorporated into an updated feasibility study to be presented to the Board of Directors in November. The Company will seek formal approval to proceed with development at that time, pending receipt of necessary permits. Glamis expects that the gold production rate at Marlin will exceed 200,000 ounces per year at a total cash cost of approximately \$100 per ounce.

In addition to the ongoing exploration of the Marlin Main zone, the Company has commenced surface sampling of the Vero zone to the south with encouraging results and will begin surface sampling of the La Hamaca zone later this year.

Marigold Exploration

For the past few months, Glamis has focused its Marigold exploration program on the prospective Section 7 area where the new TZN gold discovery could substantially increase current reserves and resources. At present, three reverse circulation drills are working at TZN and an additional exploration expenditure of \$1 million has been authorized to further advance the latest drilling program. Much of the newly discovered mineralization is relatively deep, but many of the intersections are in excess of 100 feet thick with gold grades similar to the average reserve grade at Marigold. Selected drill intervals are as follows:

<u>Hole #</u>	<u>Drill Interval (ft.)</u>	<u>Length (ft.)</u>	<u>Grade (opt.)</u>
MR2419	550 – 695	145	0.024
MR2421	370 – 445	75	0.041
MR2426	560 – 630	70	0.037
MR2508	490 – 570	80	0.044
MR2510	680 – 775	95	0.026
MR2530	460 – 655	195	0.060
MR2536	510 – 645	135	0.028
MR2610	450 – 550	100	0.047

A complete drill hole database is included on the Company's website: www.glamis.com.

The mineralization encountered to date is oxidized, above the water table and appears to be amenable to run-of-mine heap leaching. Glamis' formula of high productivity and extremely low unit costs is well suited to exploit the TZN discovery. The Company's current objectives are to define the resource and complete a scoping study by year-end. The scoping study will investigate the possibility of a further expansion of Marigold mine to a production rate in excess of 200,000 ounces of gold annually.

There will be a conference call to discuss the latest financial and operating results at 3:00 pm EDT on August 5, 2003. You may join the call by dialing (877) 500-5824 in the United States and Canada or (706) 634-0787 internationally. A replay of the conference call will be available until August 12, 2003 by dialing (800) 642-1687 in the United States and Canada or (706) 645-9291 internationally and entering the Conference ID#1717491. Glamis will also offer a simultaneous webcast of the slide presentation, with the audio of the conference call. To connect to the webcast, go to the Glamis Gold website at www.glamis.com, click onto the link at the bottom of the main page and enter show #121745.

Glamis Gold Ltd. is a premier intermediate gold producer with low-cost gold mines and development projects in Nevada, Mexico and Central America. The company remains debt free and 100 percent unhedged. Glamis' near-term strategic goal is to increase annual gold production to 500,000 ounces at a total cash cost below \$150 per ounce.

Safe Harbor Statement under the United States Private Securities Litigation Reform Act of 1995: Except for the statements of historical fact contained herein, the information presented constitutes "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements, include, but are not limited to those with respect to, the price of gold, the estimation of mineral reserves and resources, the realization of mineral reserves estimates, the timing and amount of estimated future production, costs of production, capital expenditures, costs and timing of the

development of new deposits, success of exploration activities, Glamis' hedging practices, permitting time lines, currency fluctuations, requirements for additional capital, government regulation of mining operations, environmental risks, unanticipated reclamation expenses, title disputes or claims limitations on insurance coverage and the timing and possible outcome of pending litigation. Often, but not always, forward-looking statements can be identified by the use of words such as "plans", "expects", or "does not expect", "is expected", "budget", "estimates", "forecasts", "intends", "anticipates" or "does not anticipate", or "believes", or variation of such words and phrases or state that certain actions, events or results, "may", "could", "would", "might" or "will" be taken, occur or be achieved. Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Glamis to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such factors include, among others, the actual results of current exploration activities, actual results of current reclamation activities, conclusions of economic evaluations, changes in project parameters as plans continue to be refined, future prices of gold, possible variations in ore grade or recovery rates, failure of plant, equipment or processes to operate as anticipated, accidents, labor disputes and other risks of the mining industry, delays in obtaining governmental approvals or financing or in the completion of development or construction activities, as well as those factors discussed in the section entitled "Other Considerations" in the Glamis Annual Information Form. Although Glamis has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.

Glamis Gold Ltd.
5190 Neil Road, Suite 310
Reno, NV 89502
Michael A. Steeves
Vice President, Investor Relations

Website:
email requests for investor packets to:
email questions/correspondence to:
Phone: 1-775-827-4600 ext. 3104

www.glamis.com
info@glamis.com
michaels@glamis.com

**GLAMIS GOLD LTD.
SECOND QUARTER REPORT**

Production Data

(Dollar amounts expressed in U.S. dollars)	Three Months Ended June 30,		Six Months Ended June 30,	
	2003	2002	2003	2002
<i>Gold ounces produced</i>	60,583	63,929	121,875	125,655
Gold ounces sold	61,575	64,879	121,045	126,913
Average revenue realized per ounce	\$353	\$313	\$351	\$304
Average market price per ounce	\$347	\$312	\$350	\$301
Total cash cost per ounce	\$172	\$161	\$171	\$156
Total production cost per ounce	\$249	\$234	\$252	\$226

Production Data:

San Martin Mine:	Ore tons processed	1,801,614	1,465,663	3,519,120	3,078,783
	Waste tons	512,610	292,005	735,665	522,179
	Grade (ounces per ton)	0.030	0.035	0.030	0.036
	Gold ounces produced	29,159	33,772	55,779	65,133
	Total cash cost per ounce	\$165	\$112	\$154	\$100
	Total production cost per ounce	\$259	\$202	\$249	\$187
Marigold Mine (66.7%):	Ore tons mined	1,388,499	472,577	2,468,344	1,325,525
	Waste tons	5,170,246	2,676,579	9,273,982	4,472,371
	Grade (ounces per ton)	0.029	0.019	0.027	0.019
	Gold ounces produced	21,466	10,968	43,619	22,583
	Total cash cost per ounce	\$154	\$197	\$162	\$193
	Total production cost per ounce	\$227	\$280	\$233	\$273
Rand Mine:	Ore tons mined	-	1,301,800	-	2,711,200
	Waste tons	-	1,940,600	-	3,660,900
	Grade (ounces per ton)	-	0.024	-	0.025
	Gold ounces produced	9,958	19,189	22,477	37,939
	Total cash cost per ounce	\$232	\$228	\$229	\$230
	Total production cost per ounce	\$270	\$265	\$296	\$267

Financial Data:

(in millions of U.S. dollars, except per share amounts)

<i>Working capital</i>	\$163.1	\$ 57.0	\$163.1	\$ 57.0
Cash flow from operations	\$9.1	\$ 8.9	\$16.6	\$ 16.6
Net earnings	\$3.9	\$ 3.4	\$ 5.8	\$ 6.6
Basic earnings per share	\$0.03	\$ 0.04	\$0.05	\$ 0.08
Average shares outstanding	127,061,451	84,467,452	126,677,454	84,135,075

Glamis Gold Ltd.
Consolidated Balance Sheets
(Expressed in millions of U.S. dollars)

	June 30, 2003	December 31, 2002
	(unaudited)	
Assets		
Current assets:		
Cash and equivalents	\$ 149.8	\$ 160.0
Accounts and interest receivable	4.4	2.1
Taxes recoverable	1.0	1.1
Inventories	16.2	16.6
Prepaid expenses and other	1.4	0.7
	172.8	180.5
Plant and equipment and mine development costs, net	329.6	285.0
Other assets	9.7	9.0
	\$ 512.1	\$ 474.5
Liabilities		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 8.2	\$ 8.3
Site closure and reclamation costs, current	1.4	2.4
Taxes payable	0.1	0.7
	9.7	11.4
Reserve for site closure and reclamation costs	6.3	6.9
Future income taxes	81.3	70.4
	97.3	88.7
Shareholders' equity		
Share capital:		
Authorized:		
200,000,000 common shares without par value		
5,000,000 preferred shares, Cdn\$10 per share par value, Issuable in series		
Issued and fully paid:		
128,966,378 (2002–125,978,115) common shares	460.8	437.6
Contributed surplus	6.0	6.0
Deficit	(52.0)	(57.8)
	414.8	385.8
	\$ 512.1	\$ 474.5

Glamis Gold Ltd.**Consolidated Statements of Operations**

(Expressed in millions of U.S. dollars, except per share amounts)

	Three months ended June 30,		Six months ended June 30,	
	2003	2002	2003	2002
	(unaudited)		(unaudited)	
Revenue	\$ 21.7	\$ 20.3	\$ 42.4	\$ 38.5
Costs and expenses:				
Cost of sales	10.5	10.2	20.6	19.7
Depreciation and depletion	4.6	4.3	8.9	7.9
Site closure and reclamation	0.1	0.3	0.9	0.7
Exploration	1.8	0.3	4.1	0.6
General and administrative	1.6	1.2	3.0	2.2
	18.6	16.3	37.5	31.1
Earnings from operations	3.1	4.0	4.9	7.4
Interest and other income	1.4	(0.1)	2.1	0.3
Earnings before income taxes	4.5	3.9	7.0	7.7
Provision for income taxes				
Current	0.1	0.1	0.2	0.1
Future	0.5	0.4	1.0	1.0
Net earnings	\$ 3.9	\$ 3.4	\$ 5.8	\$ 6.6
Basic earnings per share	\$0.03	\$0.04	\$0.05	\$0.08
Diluted earnings per share	\$0.03	\$0.04	\$0.05	\$0.08

Consolidated Statements of Deficit

(Expressed in millions of U.S. dollars)

	Three months ended June 30,		Six months ended June 30,	
	2003	2002	2003	2002
	(unaudited)		(unaudited)	
Deficit, beginning of period	\$(55.9)	\$(68.3)	\$(57.8)	\$(71.5)
Net earnings	3.9	3.4	5.8	6.6
Deficit, end of period	\$(52.0)	\$(64.9)	\$(52.0)	\$(64.9)

Glamis Gold Ltd.
Consolidated Statements of Cash Flows
(Expressed in millions of U.S. dollars)

	Three months ended June 30,		Six months ended June 30,	
	2003	2002	2003	2002
	(unaudited)		(unaudited)	
Cash flows from operating activities				
Net earnings	\$ 3.9	\$ 3.4	\$ 5.8	\$ 6.6
Non-cash items:				
Depreciation and depletion	4.6	4.3	8.9	7.9
Site closure and reclamation	0.1	0.3	0.9	0.7
Future income taxes	0.5	0.4	1.0	1.0
Loss (gain) on sale of investments	-	0.5	-	0.4
	9.1	8.9	16.6	16.6
Changes in non-cash operating working capital				
Accounts and interest receivable	(2.4)	0.1	(2.8)	(0.3)
Taxes recoverable/payable	-	(0.1)	-	(0.6)
Inventories	(0.1)	(0.8)	0.3	(2.0)
Prepaid expenses and other	0.5	0.2	(0.4)	(0.5)
Accounts payable and accrued liabilities	(0.2)	0.3	(0.7)	0.9
Site closure and reclamation expenditures	(0.6)	(0.8)	(2.5)	(1.3)
Net cash from operating activities	6.3	7.8	10.5	12.8
Cash flows from (used in) investing activities				
Purchase of plant and equipment, net of disposals	(4.9)	(6.5)	(11.3)	(12.8)
Mineral property acquisition and mine development costs	(10.1)	(1.8)	(13.3)	(3.5)
Proceeds from sale of investments (note 5)	-	0.1	1.9	0.2
Other assets	(0.4)	(1.7)	(0.5)	(1.9)
Net cash flows used in investing activities	(15.4)	(9.9)	(23.2)	(18.0)
Cash flows from financing activities				
Issuance of share capital	1.7	1.4	2.5	4.3
Net cash flows from financing activities	1.7	1.4	2.5	4.3
Increase (decrease) in cash and equivalents	(7.4)	(0.7)	(10.2)	(0.9)
Cash and equivalents, beginning of period	157.2	45.7	160.0	45.9
Cash and equivalents, end of period	\$149.8	\$ 45.0	\$149.8	\$ 45.0