



NEWS RELEASE

GLAMIS GOLD LTD.

For immediate release

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GLAMIS GOLD ENTERS AGREEMENT TO SELL CERRO SAN PEDRO PROJECT

February 5, 2003 – Reno, Nevada – Glamis Gold Ltd. (NYSE: GLG; TSX: GLG) announced today that it has entered into an agreement with Metallica Resources Inc. for the sale of Glamis' 50% interest in the Cerro San Pedro project in Mexico. Metallica is the owner of the other 50% interest in the project.

The key terms of the agreement are as follows (all amounts in US\$):

- The purchase price is \$18 million, with \$2 million paid on closing; \$5 million paid within six months from closing or sooner upon the occurrence of certain events; \$6 million within 12 months from closing, payable in cash or, at the election of Metallica and subject to certain conditions, in registered and freely tradable common shares of Metallica; \$2.5 million upon the commencement of commercial production at Cerro San Pedro; and \$2.5 million 12 months following the commencement of commercial production.
- Glamis will also be granted a Net Return royalty on all mineral production from Cerro San Pedro, according to the following schedule:

| <u>Gold Price per ounce</u> | <u>Net Returns Percentage</u> |
|-----------------------------|-------------------------------|
| \$325.00 - \$349.99 | 0.5% |
| \$350.00 - \$374.99 | 1.0% |
| \$375.00 - \$399.99 | 1.5% |
| \$400.00 or above | 2.0% |

- In the event that Metallica fails to make the \$5 million payment due within six months of closing, Glamis will retain the initial \$2 million payment. Metallica will also return the 50% interest in the Cerro San Pedro Project along with an additional 1%, and the parties will enter a new joint operating agreement with Glamis as the majority owner and operator.
- Closing of the agreement is scheduled for February 12, 2003, subject to the satisfactory completion of due diligence by Metallica and the approval of the transaction by the Board of Directors of both Glamis and Metallica.

Kevin McArthur, President and CEO of Glamis said, "We are pleased to finally consolidate the ownership of the Cerro San Pedro Project and believe this is a 'win-win' transaction for both parties. Given the size of our share of the project and its priority relative to Glamis' other development projects, Cerro San Pedro does not fit well in our intermediate-term planning and this agreement will allow us to focus our human and financial resources on the exciting El Sauzal and Marlin development projects. The transaction will

also provide Glamis an excellent return on its investment at Cerro San Pedro. At the same time, Cerro San Pedro is a quality project that should be developed, and we wish Metallica the best in its endeavors.”

Glamis Gold Ltd. is a premier intermediate gold producer with low-cost gold mines in Nevada, California and Honduras. The Company remains debt free and unhedged. Glamis’ 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.

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