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AVNEL GOLD MINING LIMITED

Avnel Gold Mining Limited closes private placement for gross proceeds of approximately Cdn\$8,000,000

For immediate release: November 29, 2005

Avnel Gold Mining Limited ("Avnel") is pleased to announce the closing of a private placement for 7.936 million units at \$1.00 per unit, each unit comprised of one common share and one common share purchase warrant, each exercisable for two years at \$1.30 per share ("the Units"). The proceeds will be used for gold exploration on the company's Kalana Permit in Mali and general corporate purposes.

Avnel has recently commenced a diamond drill program to follow up the discovery of two mineralized zones in June 2005. Avnel intends to continue drilling this discovery, commence drilling in 2006 on other gold anomalies already identified and to continue geochemical soil sampling on the permit. Avnel is currently producing gold from the Kalana Mine that is being developed to reach its full plant capacity in 2007.

Dominick & Dominick Securities Inc. was the Agent for the private placement. Avnel has agreed to issue at closing, a non-transferable broker's warrant which will be evidenced by a certificate issued to the Agent equal to 558,600 warrants exercisable into units at an exercise price of \$1.00 per unit (subject to regulatory approval) for a period ending on the date which is eighteen months following the closing.

The Units were placed with several North American and European Institutions. The TSX has granted conditional approval for the listing of the common shares underlying the Units and brokers warrants on the TSX.

Haywood Securities Inc. acted as corporate advisor to Avnel in connection with the private placement.

Avnel's principal asset is an 80-per-cent interest in Société d'Exploitation des Mines d'Or de Kalana (SOMIKA). SOMIKA is the holder of an exploitation permit encompassing 387.4 square kilometers around the operating Kalana gold mine in southern Mali.

This press release shall not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the securities in any state in which such offer, solicitation or

sale would be unlawful. The securities have not been and will not be registered under the United States Securities Act of 1933, as amended, and may not be offered or sold in the United States absent registration or an applicable exemption from registration requirements.

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Caution Regarding Forward Looking Statements:

Statements regarding the corporation's plans with respect to the Kalana Mine and exploration of the Kalana Permit are forward-looking statements. There can be no assurance that the planned ongoing development of the Kalana Gold Mine will be completed as forecast or that the exploration program on the Kalana Permit will identify minerals resources.

The TSX has neither approved nor disapproved the form or content of this information release.