

PRESS RELEASE

FOR IMMEDIATE RELEASE

CAPITAL GOLD REPORTS CONSTRUCTION PROGRESS AT EL CHANATE GOLD MINING PROJECT

Construction of ponds, leach pads and crushers on schedule as Capital Gold moves toward production by first quarter 2007

NEW YORK, November 14, 2006—Capital Gold Corporation (TSX:CGC; OTC/BB:CGLD) said today that infrastructure construction at the El Chanate gold project in Sonora, Mexico, is moving rapidly toward completion. Initial gold production is expected to commence in the first quarter of 2007.

Capital Gold Chairman and President, Gifford Dieterle, said the mine's vital infrastructure is quickly coming into place, on schedule and on budget. Leach pads and solution ponds construction are progressing well, and the primary crushing plant is scheduled to arrive before the end of November. He said, the main water and electrical power lines are nearing completion and a newly upgraded road now links the site to the highway.

“We are fast emerging from a purely exploration and development company into a fully equipped gold producer. The hard, patient work of our management team and the assistance of some of the best mining consultants has given us a solid start as we continue to grow and add value to our Company,” said Dieterle.

In addition to gold production starting in 2007, Capital Gold is planning new drilling programs intended to expand the proven and probable reserve base as well as to explore contiguous prospects which show early promise.

“These are exciting times for Capital Gold,” said Dieterle. “With El Chanate approaching production and the prospect of cash flow, corporate growth is very much on our minds so that, apart from seeking to expand our own production, we are looking for new acquisitions – possibly joint ventures and other profitable associations - that will enable us to increase the Company's value.”

Meanwhile, a vigorous investor relations program is planned to reach institutions at home and abroad. Capital Gold will be attending the San Francisco Hard Assets show November 26-27. Stop by and see us at booth # 1107.

About Capital Gold

Capital Gold Corp. (CGLD) is a gold exploration and development company. CGLD, through its Mexican subsidiaries, owns 100% of the El Chanate gold property in Sonora, Mexico. During August 2006 CGLD completed debt financing for the construction of the Chanate Mine. Engineering Procurement and Construction Management activities commenced June 1, 2006. Other construction activities have been underway at the mine site since early this year and we anticipate gold production will begin in early 2007. Further information about Capital Gold and the El Chanate Gold Mine, along with current photographs, are available on the Company's website, www.capitalgoldcorp.com.

###

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, construction cost estimates, construction completion dates, equipment requirements and costs, production, production commencement dates, grade, processing capacity, potential mine life, results of feasibility studies, development, costs and expenditures. 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, tons mined, crushed or milled; delay or failure to receive board or government approvals; timing and availability of external financing on acceptable terms for equipment, construction, working capital and other purposes; the availability of adequate power and water supplies; the availability of adequate mining equipment; technical, permitting, 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.

The 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.

Contact:

Jeff Pritchard, VP-Corporate Relations

Capital Gold Corporation

Tel: (212) 344-2785

Fax: (212) 344-4537

Email: investorrelations@capitalgoldcorp.com

Media Inquiries:

Victor Webb/Madlene Olson

Marston Webb International

Tel: (212) 684-6601

Fax: (212) 725-4709

Email: marwebint@cs.com