



408 – 837 West Hastings Street
Vancouver, BC, V6C 3N6

TSX Venture Exchange Symbol: TGC

NEWS RELEASE

Vancouver, British Columbia, October 30, 2007 – Willie McLucas, Chairman and CEO of Terra Nova Gold Corp. (the “Company”), is pleased to announce that the Company has entered into a Property Option Agreement (the “Property Option Agreement”) with Belitung Limited (“Belitung”) dated October 25, 2007. The Pegma Lake Zinc prospect which forms part of the Pegma Lake Project, is situated 64 kilometres south of the mining centre of Fermont in Quebec, Canada. The Company can acquire a 25% interest in the Pegma Lake Property (the “Property”) by:

- a. paying Belitung CDN\$75,000 on signing of the Property Option Agreement;
- b. issuing Belitung CDN\$75,000 worth of common shares in the capital of the Company at a deemed issue price equal to the five day volume weighted average closing price of the common shares on the TSX Venture Exchange (“TSX”) for the five trading days preceding the date of the TSX conditional approval; and
- c. incurring for the purpose of the exploration of the Pegma Lake Property the sum of CDN\$300,000 on or before the first anniversary of the date of the Property Option Agreement.

The Company can acquire an additional 25% interest in the Pegma Lake Property by:

- d. paying Belitung CDN\$75,000 on or about the first anniversary of the Property Option Agreement;
- e. issuing Belitung CDN\$75,000 worth of common shares on or about the first anniversary of the Property Option Agreement at a deemed issue price equal to the greater of: (i) the deemed issue price at which the common shares were issued pursuant to Section 3.1(a) of the Property Option Agreement and (ii) the five day volume weighted average closing price of the common shares on the TSX for the five days preceding the first anniversary of the Property Option Agreement; and
- f. incurring for purpose of the exploration of the Pegma Lake Property the sum of CDN\$300,000 on or before the second anniversary of the date of the Property Option Agreement.

Once the Company has earned a 50% interest in the Pegma Lake Property it may further increase its interest in the property to 90% by completing at its sole expense, a bankable feasibility study on the Pegma Lake Property.

If the Company earns a 90% interest in the Pegma Lake Property, it may at any time, acquire Belitung’s remaining 10% interest by providing Belitung with a 5% Net Smelter Return royalty.

This transaction is subject to approval being received by the TSX.

ON BEHALF OF TERRA NOVA GOLD CORP.

“Willie McLucas”
Chairman and CEO

The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this press release.