

ENTRÉE GOLD INC.

DATE: OCTOBER 2, 2003

TRADING SYMBOL: (TSXV – ETG)

ENTRÉE PROCEEDING WITH \$10 MILLION BROKERED PRIVATE PLACEMENT

Vancouver, B.C. – Entree Gold Corp. (ETG-TSX-V) is pleased to announce it is proceeding with a brokered private placement financing of up to \$10,000,000 led by Canaccord Capital Corporation (the “Agent”) and including Salman Partners Inc. The private placement, which is subject to regulatory acceptance, will consist of up to 10,000,000 units at a price of \$1.00 per unit (the “Offering”). Each Unit will consist of one common share and one half common share purchase warrant. Each whole warrant will be exercisable at a price of \$1.35 for the purchase of one common share for two years from the date of closing, which is scheduled to occur no later than October 22, 2003.

The proceeds from the private placement are to be held in escrow by the Agent and are to be used in order to complete Entrée’s acquisition of a 100% interest, free of all royalties, in Shivee Tolgoi property in Mongolia, announced in Entrée’s news release dated September 17, 2003. In the event the property acquisition is not completed within 45 days from the Closing the proceeds are to be returned to the subscribers for the Units and the Units will be returned to treasury for cancellation. Proceeds will also be used for continued exploration of Entrée’s properties and for unallocated working capital.

The Company will pay an agents’ fee of 6.5% cash and 8.0% agent’s warrants. Each Agent’s Warrant will entitle the holder to purchase one additional common share of Entrée at \$1.35 per share for eighteen months from the date of closing. The Agents have an option, exercisable at any time up to closing, to increase the size of the Offering by 15%.

ENTRÉE GOLD INC.

Per: “*Gregory G. Crowe*”

Gregory G. Crowe,
President

The TSX Venture Exchange assumes no responsibility for the accuracy of this Release and neither approves nor disapproves of the same.

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