

**NFX GOLD INC.**  
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FOR IMMEDIATE RELEASE

**NFX GOLD INC. CLOSSES FINANCING**

**Toronto: August 11, 2004** - NFX Gold Inc. (“NFX” or the “Corporation”) (TSX Venture Exchange Inc.-NFX) is pleased to announce the completion of a private placement of 3,936,667 Common Shares at a price of \$0.45 for gross proceeds of \$1,771,500 (the “Private Placement”). This represents the closing of the private placement previously announced on July 7, 2004 to the subscribers announced on August 9, 2004. The Common Shares issued under the Private Placement are subject to a hold period, which expires on December 12, 2004.

The Corporation intends to use the proceeds from the Private Placement to finance further exploration on its Larder Lake and Lake Abitibi gold properties and for working capital purposes.

NFX also announces that pursuant to the terms of the previously announced NFX / International Goldfields Limited advisory agreement (the “NFX / Goldfields Agreement”) NFX has issued to International Goldfields Limited 20,833 common shares of NFX. The shares issued in connection with the NFX / Goldfields Agreement are subject to a hold period, which expires on December 12, 2004.

For further information please contact either Thomas G. Larsen, President and Chief Executive Officer, or Jorge Estepa, Vice President, at: telephone: (416) 360-8006; fax (416)361-1333.

*The TSX Venture Exchange Inc. has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.*