

News release via CNW Group, Toronto 416-863-9350

Attention Business Editors:

Goldstake to start drilling on N.E. Ontario - Kirkland Lake -
Gold/diamond project - Option extended

TORONTO, Jan. 26 /CNW/ - Goldstake Explorations Inc. - TSX Symbol: GXP - has work crews on site at its McGarry Township Project performing linecutting and detailed magnetic surveying, preparatory to start up of diamond drilling on two of the established gold zones and also on three circular airborne magnetic anomaly targets, to test for diamondiferous kimberlitic intrusions.

Mr. Ernest Gallo, P.Geo., is the qualified person for this report.

Goldstake is also pleased to announce that Transpacific Resources Inc. has agreed to a restructuring of the option agreement on this 1600 ha. property by extending critical expenditure dates and enabling Goldstake to increase its ownership from 60% to 75% through increased exploration and development work, totaling \$2.5 million by Dec. 31, 2009. Consideration for the option restructuring was 1.5 million Goldstake shares.

This agreement is subject to the approval of the Toronto Stock Exchange.

Nickel and Copper Projects, N.T., Australia:

Goldstake owns 50% of EL 23186 with Imperial Granite and Minerals Pty. Ltd. (the JV), which contains Prospect D - nickel/copper and Home of Bullion Mine - high grade copper. The total size of EL 23186 is 830 sq. km.

Mithril/BHP Billiton can earn 75% of Prospect D by spending \$5 million, including a cash payment of \$200,000 to the JV after spending \$1 million, by June 2007. Mithril/BHP Billiton has informed the JV that a drill rig has been booked for March/April 2005 to drill on targets that have been identified from their geophysical surveys carried out in 2004.

The Home of Bullion Mine has a history of production of high-grade copper. The JV has engaged an experienced mining engineer to assist with taking this project into production.

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CO: Goldstake Explorations Inc.

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