

NEWS RELEASE

93.72 g Au/T - Channel – Golden Extension Discovery Beardmore Geraldton Gold Camp

Toronto, Ontario, February 26, 2009

Golden Extension – Jacobus East

Sage Gold Inc (TSX-V.SGX) has received further channel sampling results from **Vein 4** of the **Golden Extension discovery** in the **Beardmore-Geraldton Gold Camp [BGGC]** including **93.72 g Au/T** over a channel width of 0.4 metres. The Golden Extension discovery is located immediately northwest and on strike with Kodiak Exploration Ltd's Golden Mile discovery.

Highlights – Vein 4

- **Visible gold present in northwest trending quartz veins and in the silicified pyritic wall rocks**
- **New channel results - 93.72 g Au/T over a channel width of 0.4 metres**
- **Contact zone – intrusion and volcanic – Extensive Quartz Stockwork with mineralized wall rock**
- **Vein exposed over a strike length of 80 metres**

Channel and Grab Sample Results –Vein 4 Highlights

Channel No	Width (m)	Grade (grams Au/tonne)	Description
167	0.40	20.10	quartz vein
168	0.30	45.42	quartz vein
169	0.10	2.84	quartz vein
169	1.00	1.22	quartz vein and chlorite
170	0.50	1.40	quartz vein
171	0.50	39.88	quartz vein
175	0.60	6.12	quartz vein
176	0.50	50.64	volcanic
176	0.80	8.67	quartz vein and dior
177	0.40	43.07	quartz vein
180	0.40	1.04	quartz vein
230	0.40	1.09	quartz vein
231	0.40	23.71	quartz vein
232	0.50	1.64	quartz vein and chlorite
233	0.30	4.97	quartz vein

SAGE GOLD INC.
365 Bay Street
Suite 500
Toronto, Ontario
Canada. M5H 2V1
Tel.: 416 204-3170
Fax: 416 260-2243
info@sagegoldinc.com

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230 - Grab		58.91	quartz vein
230 - Grab		7.63	quartz vein
230 - Grab		7.72	quartz vein
234	0.40	1.27	quartz vein
234	0.40	1.54	quartz vein
242 - Grab		53.14	quartz vein
242 - Grab		9.61	quartz vein
235	1.00	1.78	quartz vein and chlorite
231 - Grab		46.28	quartz vein
231 - Grab		27.48	quartz vein
236	0.70	7.85	quartz vein
237	0.30	3.07	quartz vein
238	0.60	5.52	quartz vein
239	0.30	3.15	quartz vein
239	0.20	7.68	quartz vein
240	1.20	31.63	quartz vein
Includes *	0.40	93.72	quartz vein
241	0.30	2.06	quartz vein
241-grab		146.58	quartz vein
241-grab		137.51	quartz vein
242	0.80	5.15	quartz vein

* not a true width due to surface undulations

Note - Channels 167- 180 were disclosed in the Press Release of January 26/09.
Refer to www.sagegoldinc.com for a channel map of Vein 4.

These results occur within the northwestern extension of Vein 4 within an area that was previously covered by water. The winter conditions allow the operator to remove the ice from the vein system which can then be sampled. Visible gold is present both within discrete quartz veins and within silicified mafic volcanic wall rocks. It is apparent that the stripped area now encompasses the contact zone between the Elmhirst intrusion and the surrounding volcanics. Quartz veins are present as multiple northwest trending veins and as interstitial ladder veins within altered pyritic silicified volcanics. The volcanic material yielded good gold values such as channel 176 which assayed 50.64 g Au/T (press release of January 26, 2009).

Sage continues to strip and sample multiple gold bearing vein structures which are both parallel and cross cutting the original discovery of Vein 1. Stripping and trenching continues in a Northwest direction on Vein 4.

The Company expects to complete magnetometer and VLF (very low frequency) survey over the eastern side of the Jacobus property before the spring. The trenching and geophysical programs will provide surface sampling and structural data to allow for the generation of drill targets for drilling during the summer season.

Sage has also received results from an airborne VTEM (versatile time domain electromagnetic) and magnetometer survey conducted during June and July of 2008. The survey encompasses all of the Sage property in the Beardmore- Geraldton Gold Camp except the original Onaman and Jacobus property blocks which were flown by Fugro Airborne Surveys in October 2007. Initial inspection of the data set reveals an abundance of magnetic and EM anomalies. Sage intends to ground truth the

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anomalies during the summer season.

Technical Information

Sage's channel samples are 4cm wide and are cut with a motorized circular saw to a depth of 22 cm and removed with a hammer. The channels are cut perpendicular to the strike of the vein. Samples are taken from the footwall, the vein and the hanging wall. Sample intervals are defined to provide a representative sample of the surface mineralization of the vein and the wall rock. Assays reported in this news release were completed by Accurassay Labs in Thunder Bay. Accurassay's gold analysis is performed using a 30g fire assay charge. The fire assay procedure uses lead collection with a silver inquart. The beads are then digested and an atomic absorption or ICP finish is used. All gold assays that are greater than 10 g/t are re-assayed by fire assay with a gravimetric finish.

The geotechnical content of this news release relating to the BGGC project has been reviewed by Peter Hubacheck, P.Geo. A.P.G.O, who is a qualified person as defined by NI 43-101.

SAGE is a mineral exploration and development company which has interests in exploration properties in Ontario, Nevada and Arizona. Its main properties are the Jacobus, Paint Lake, Solomon Pillars and Onaman properties in the Beardmore Geraldton Gold camp and the Kerrs property in Ontario; the Pony Spur and Sugarloaf properties situated in Nevada; and the Gold Hill property in Arizona.

Technical reports relating to the properties can be obtained from the System for Electronic Document Analysis and Retrieval (SEDAR) website at www.sedar.com.

For further information, contact: Nigel Lees, President and C.E.O., or
Mike O'Brien, Manager/Investor Relations
Phone: 416-204-3170 Fax: 416-260-2243

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This release was prepared by management of the Company who takes full responsibility for its contents. The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this news release.

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