

CHARIOT RESOURCES LIMITED

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Trading Symbol (TSX:CHD)

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NEWSWIRE SERVICES*

NEWS RELEASE

UNDERWRITERS EXERCISE OVER-ALLOTMENT OPTION

Toronto, January 17, 2005 - Chariot Resources Limited announced today that the over-allotment option granted to the underwriters in connection with its equity offering has been exercised and Chariot has issued an additional 7,200,000 units at a price of C\$0.25 per unit for aggregate proceeds of C\$1,800,000. Each unit was comprised of one Chariot common share and one-half of one warrant (each whole warrant will entitle the holder to purchase one Chariot common share at a price of C\$0.35 per share on or before December 22, 2006). The units separated into common shares and warrants immediately upon their issuance. The offering was underwritten by a syndicate of underwriters led by RBC Capital Markets and Canaccord Capital Corporation and including GMP Securities Ltd. and Haywood Securities Inc.

Chariot Resources Limited (TSX:CHD) and its subsidiaries are engaged in the acquisition, exploration and development of mineral resource properties primarily located in South America. Additional detail about the Company's projects can be viewed on the Company's website at www.chariotresources.com

The securities referred to in this release have not been, nor will they be, registered under the *United States Securities Act of 1933*, as amended, and may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons absent registration or an applicable exemption from U.S. registration requirements.

**ON BEHALF OF THE BOARD OF DIRECTORS OF
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The Toronto Stock Exchange has not reviewed this news release and does not accept responsibility for the adequacy or accuracy of this news release.

Forward-Looking Statements: Statements in this release that are forward-looking statements are subject to various risks and uncertainties concerning the specific factors disclosed under the heading "Risk Factors" and elsewhere in the corporation's periodic filings with Canadian Securities Regulators. Such information contained herein represents management's best judgment as of the date hereof based on information currently available. The company does not assume the obligation to update any forward-looking statement.