



PACMAG METALS LIMITED

ABN 73 066 353 231

21 June 2010

Company Announcements Office
Australian Stock Exchange
4th Floor, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

Please find attached for release to the market a letter from Entrée Gold Inc regarding notice of the exchange rate to be used for the calculation of the consideration payable to Share Scheme and Options Scheme participants.

Yours faithfully

Melinda J Nelmes
Company Secretary

Attach.





Entrée Gold Inc.

June 17, 2010

Computershare Trust Company of Canada

3rd Floor, 510 Burrard Street
Vancouver, BC
Canada V6C 3B9

PacMag Metals Limited

Level 2, 33 Ord Street
West Perth WA 6050, Australia

Link Market Services Limited

Level 12, 680 George Street
Sydney NSW 2000

Re: Scheme Implementation Agreement dated November 28, 2009, as amended by a Deed of Variation dated April 12, 2010 (the "SIA"), between Entrée Gold Inc. ("Entrée") and PacMag Metals Limited ("PacMag")

Entrée hereby gives notice that the exchange rate to be used for the conversion into Australian currency of the Canadian currency component of the Share Scheme Consideration, Option Scheme Consideration and the consideration to be provided to holders of Non-Scheme Options, under to section 3.6 of the SIA, shall be 1.1298 Canadian dollars for each Australian dollar. Such exchange rate is the latest nominal noon rate as published by the Bank of Canada at 12:30 pm (Canadian Eastern Standard time) on the Effective Date of June 16, 2010, as specified pursuant to section 4.4 of the SIA.

All capitalized terms used herein and not otherwise defined shall have the meaning given to such term in the SIA.

Sincerely,
ENTREE GOLD INC.

Mona M. Forster
Vice President, Corporate Affairs
and Corporate Secretary

/mmf

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