Hy Lake Gold Inc.

65 Queen Street West, Suite 520, Toronto, ON, Canada, M5H 2M5
Tel: 416 203-9181 Fax: 416 203-4197 E-mail: office@hylake.com

NEWS RELEASE   **SHARES: 16,575,781**
                                                  CNQ: HYLK
                                                  FRANKFURT: HYK

HY LAKE GOLD INC. ANNOUNCES INITIAL CLOSING ON UNIT FINANCING

FOR IMMEDIATE RELEASE, August 13, 2007 – Toronto, Ontario.

Hy Lake Gold Inc. (CNQ: HYLK; FRANKFURT: HYK) ("Hy Lake Gold" and "the Company") is pleased to announce the completion of the first tranche of its ongoing non-brokered private placement unit financing, previously announced on June 11, 2007.

The Company issued 350,000 hard dollar units at $1.00 per unit and 402,000 flow-through units at $1.25 per unit for an aggregate total of 752,000 units subscribed and gross proceeds of $852,500. A finder's fee of 7% in cash is being paid to eligible finders. The securities issued are subject to a hold period of four months and one day from the date of issue.

Proceeds of the private placement will be used for the Company's operating expenses, exploration of its Mount Jamie, Red Lake, Ontario properties and for strategic property acquisitions.

The Red Lake mining camp includes several current and past well known producers of gold such as the Red Lake and Campbell Mines (Goldcorp). Neighboring properties to Mount Jamie include the Rowan Lake (Goldcorp) property to the east and claims held by Rubicon Minerals Corp. and Redstar Gold Corp. to the south and west. Hy Lake Gold believes good potential exists to increase the extent of the gold-mineralized zones located on the Mount Jamie property and vicinity.

Hy Lake Gold is a junior exploration company currently focused on gold exploration in the Red Lake area of northwestern Ontario. To find out more about Hy Lake Gold Inc. (CNQ: HYLK; FRANKFURT: HYK) visit our website at www.hylake.com.

There are 16,575,781 shares of the Company outstanding.

For further information please contact Mr. Robert B. Seitz, President at 416-203-9181, ext. 4500.

The CNQ has neither approved nor disapproved of the contents of this press release.