



NEWS RELEASE

Toronto: March 16, 2011

HY LAKE GOLD TO RESUME DRILLING AT RED SUMMIT PROPERTY

HY LAKE GOLD INC. (CNSX: HYL; FRANKFURT: HYK) is pleased to announce that it has planned the initial 2011 drilling program at its 100% owned Red Summit Mine property. The nine-hole, 2,150 metre program (see Figure 1) will commence upon completion of the current drilling program at the Company's Mount Jamie Mine property (see news releases dated March 3, 2011).

The program is designed to follow up on drilling completed by Hy Lake Gold on the property in 2008. The 2008 drilling focused on testing the mineralized zone at the Red Summit Mine, both along strike and down-dip of the historic underground workings. High-grade mineralization was intersected in a 100-metre step out from the historic workings and indicates that the mineralization may extend beyond the known zones.

Highlights of 2008 Drilling:

- **Hole HYR-08-12 returned 116.64 g/t Gold over 1.0 metre**
- **Hole HYR-08-13 returned 7.77 g/t Gold over 1.2 metres and 3.14 g/t Gold over 2.0 metres**
- **Hole HYR-08-14 returned 3.93 g/t Gold over 1.0 metre**
- **Hole HYR-08-19 returned 3.28 g/t Gold over 1 metre**

Analysis of the drill results suggests that mineralized envelopes containing the vein sets lie mainly within a southwest plunging zone situated on lithological contacts between mafic intrusive (quartz diorite) and mafic volcanic structures. The zone remains open along strike and at depth.

The initial 2011 drill program will test additional targets within the southwest plunge of the mineralized zone. Upon completion of this phase of drilling the plunge and strike continuity of the mineralization will be defined at the Red Summit Mine property within, and relative to, the Rowan Lake property.

Vadim Galkin, P.Geo., VP Exploration for Hy Lake Gold, who is a qualified person under the definition of National Instrument 43-101, has reviewed the technical information contained in this press release. Core samples from the Mount Jamie program will be cut in half using a diamond cutting saw and will be sent to Actlab, an accredited mineral analysis laboratory in Red Lake, Ontario for preparation and analysis utilizing both fire assay and screen metallic methods. Certified gold reference standards, blanks and field duplicates will be routinely inserted into the sample stream as part of Hy Lake Gold's quality control/quality assurance program.

Michael Schweinberger, M.Sc. will continue to manage field operations for this phase of the 2011 exploration program. As project geologist, Michael will supervise drilling operations, log and sample drill core and manage core cutting. In addition, he will undertake prospecting and mapping initiatives and assist in guiding a soil-sampling program.

Drilling operations at the Red Summit Mine property will be carried out by Chibougamau Diamond Drilling Ltd. of Chibougamau, Quebec. Initial results are expected to be received by the Company by the end of April 2011.

About the Red Summit Mine Property

Red Crest Gold Mines Limited (Red Summit Mine) was incorporated in May 1934 to acquire a group of 7 claims. The original 7 claims were reduced to 2. The 5 claims that came open were staked by Goldcorp and are part of the Rowan Lake property. The original claims were staked in 1930 to cover a zone of fracturing and shearing with quartz veins up to six feet in width that were exposed in a series of surface trenches. The zone occurs along or proximal to a small stock of quartz diorite to the north and Balmer greenstones to the south.

A mining plant and a small 5-ton mill were installed in late 1935. By late 1936 a 3-compartment shaft had been completed to 300 feet and levels established at 150 and 275 feet. From 1936 to 1938 the shaft was deepened to 600 feet with levels at the 425 and 575-foot horizons.

Historically, gold values are associated with a coarse, bronzy pyrite, which generally occurs in bluish-grey quartz veins or in the shattered walls along the margins of these veins. In the underground workings, a strong vein system striking North 45 degrees W and dipping 63-70 degrees northeast persists for more than 800 metres.

In 2008 six samples were collected from the estimated 1,200 tonne historic surface ore stockpile of the Red Summit Mine returning values ranging from 0.22 g/t Gold to 47.33 g/t Gold. The six samples returned an average value of 10.45 g/t Gold.

About Hy Lake Gold Inc.

Hy Lake Gold is a well financed Toronto-based mineral exploration company focused on the gold exploration and development business in the prolific Red Lake Mining District of Northwestern Ontario, Canada. Hy Lake Gold has assembled several significant property packages totalling approximately 3,300 hectares in west Red Lake. The properties cover a 12 kilometre distance along the west Red Lake Trend, containing 3 former producing gold mines, and the Company continues to explore these properties both along strike and at depth. To find out more about Hy Lake Gold Inc. (CNSX: HYL; FRANKFURT: HYK) visit our website at www.hylake.com.

Shares Issued: 40,124,148

On behalf of the board:

Mr. Robert B. Seitz, President & C.E.O.
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Forward-Looking Statements

This release contains forward-looking statements, including predictions, projections and forecasts. Forward-looking statements include, but are not limited to, statements with respect to exploration activities and results (including the timing of results), the timing and success of exploration activities generally, permitting timelines, government regulation of exploration and mining operations, environmental risks, title disputes or claims, limitations on insurance coverage, timing and possible outcomes of any pending litigation and timing and results of future resource estimates or future economic studies, and in particular include statements with respect to the timing of the reporting of drilling results at Rowan Lake and the other properties. Often, but not always, forward-looking statements can be identified by the use of words such as "plans", "planning", "planned", "expects", or "looking forward", "does not expect", "continues", "scheduled", "estimates", "forecasts", "intends", "potential", "anticipate", "does not anticipate", or "belief", or describes a "goal" or variation of such phrases or state that certain actions, events or results "may", "could", "would", or "will" be taken, occur or be achieved.

Forward-looking statements are based on a number of material factors and assumptions, including the result of drilling and exploration activities, the expected geological conditions or formations are not located, that contracted parties provide goods and/or services on the agreed timeframes, that the equipment necessary for the exploration is available as scheduled and does not incur unforeseen break downs, that no labour shortages or

delays are incurred, that plant and equipment function as specified, that no unusual geological or technical problems occur, and that laboratory and other related services are available and perform as contracted.

Forward-looking statements involve known and unknown risks, future events, conditions, uncertainties and other factors which may cause the actual results, performance or achievements to be materially different from any future results, prediction, projection, forecast, performance or achievements expressed or implied by the forward-looking statements. Such factors include, among others, the interpretation and actual results of current exploration activities; changes in project parameters as plans continue to be refined; future prices of gold; possible variations in grade or recovery rates; failure of equipment or processes to operate as anticipated; the failure of contracted parties to perform; labour disputes and other risks of the mining industry; delays in obtaining governmental approvals or financing or in the completion of exploration. Although Hy Lake has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurances that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.

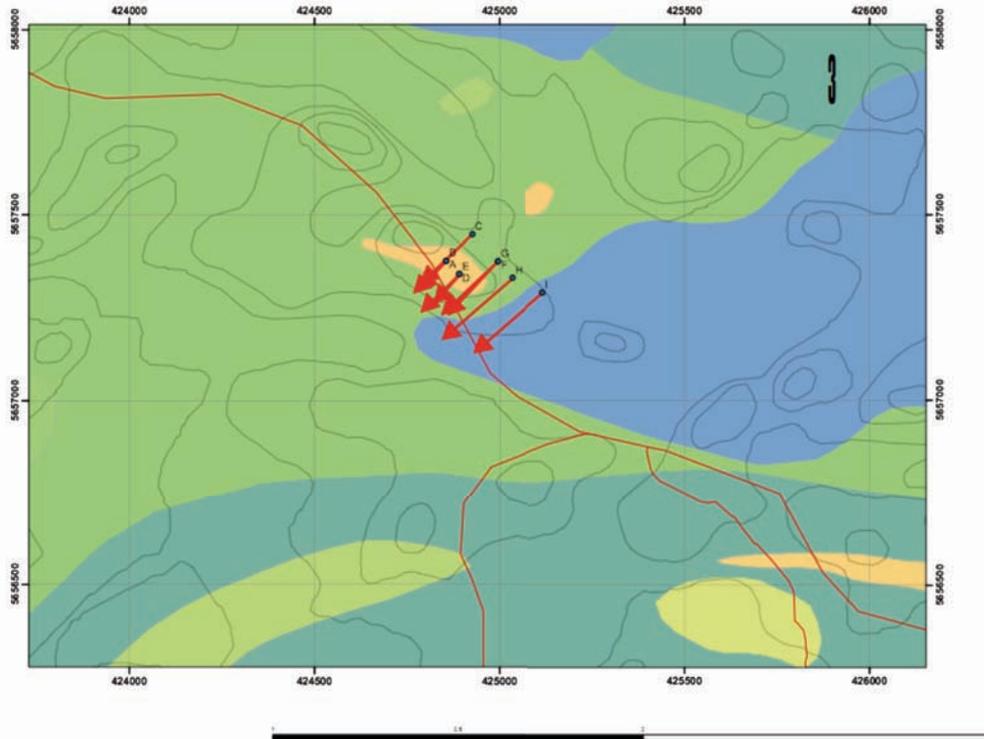


Figure 1

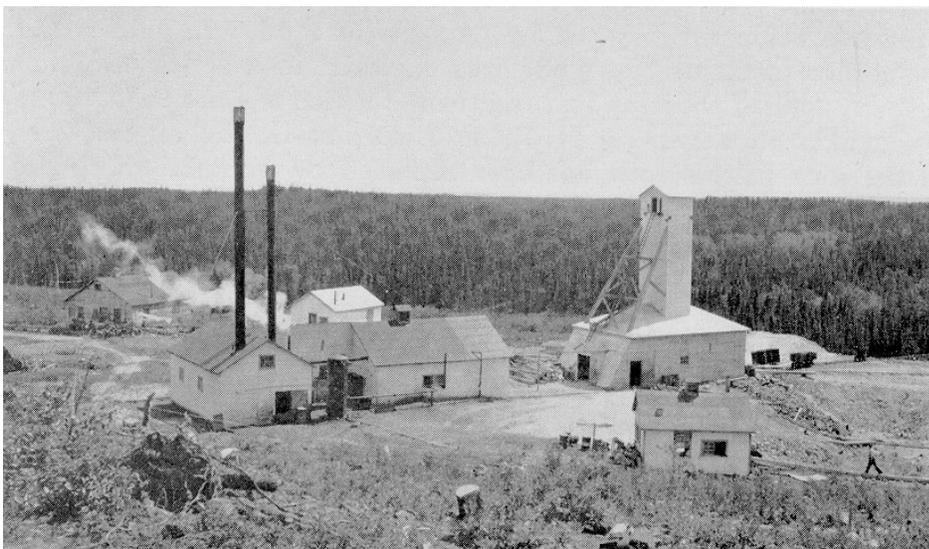


Figure 2: Mining plant at the Red Summit Mine, 1939