



NEWS RELEASE

Toronto: March 3, 2011

HY LAKE GOLD EXPANDS PHASE 1 DRILLING AT MOUNT JAMIE

HY LAKE GOLD INC. (CNSX: HYL; FRANKFURT: HYK) is pleased to announce that it has expanded its initial 2011 drilling program at its 100% owned Mount Jamie Mine property. Six additional holes (see Figure 1, blue arrows) have been planned, totaling a further 1,200 metres, adding to the 25-hole, 2,200 metre program previously announced on January 25, 2011.

Three holes will be drilled in the area between Block A and Block C of earlier drilling. These holes are primarily intended to test the gold-bearing sub-vertical vein system referred to as the North Vein along strike. Two drillholes of this series will also be testing for possible gold mineralization in the contact zones of chemical metasediments with intermediate metavolcanics (tuff-breccias, breccias) and intrusive quartz-diorite body.

The fourth hole, to the north of Block C, is planned as a west addition to the holes drilled in Block E along the main structural trend, with several east-southeast striking conductive zones mapped by geophysics (1995, 1996). This hole will also intersect a known feldspar porphyry body that has never been tested before for gold mineralization.

The two final holes, to the north of Block E, are set in an area with no historic drilling. Vadim Galkin, VP Exploration for Hy Lake Gold and QP for the Mount Jamie Project, commented: "In this new area, mafic and intermediate metavolcanics, iron formation, clastic metasediments and mafic-ultramafic series (with apparent contrast in mechanical properties) can be found in close spatial conjunction. Such geological diversity makes this area very favorable for the development of dilation zones and possible gold mineralization which makes it a very attractive drilling target."

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 Mount Jamie Mine property continue to be carried out by Chibougamau Diamond Drilling Ltd. of Chibougamau, Quebec. Initial results are expected to be received and analyzed by the Company by the end of February 2011.

About the Mount Jamie Mine Property

The 140 hectare Mount Jamie Property is located in Todd Township at the western end of the Red Lake Greenstone Belt approximately 25 km west-northwest of Red Lake, Ontario. Rocks in the vicinity of the property form part of the Ball assemblage and the property is underlain by a series of Archean volcano-sediments that host several gold-bearing quartz veins. The property was explored underground by two shafts, with one on each of two known veins. Shaft No. 1 (Main Zone) reached a depth of 772 feet (235 m) with 3,200 feet (975 m) of lateral development and 630 feet (192 m) of raising on three levels. Shaft No. 2 (North Zone) was sunk to a depth of 559 feet (170 m) with some limited lateral development on the first level. Historical surface and underground exploration work, carried out mainly between 1936 and 1989, outlined an inferred resource of 44,535 tons of ore grading 0.438 oz of gold per ton (15.0 g/t gold) in the Main Zone. Historical resource figures are non-NI 43-101 compliant. Additional zones and shoots of gold mineralization have also been identified elsewhere on the property.

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:

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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.

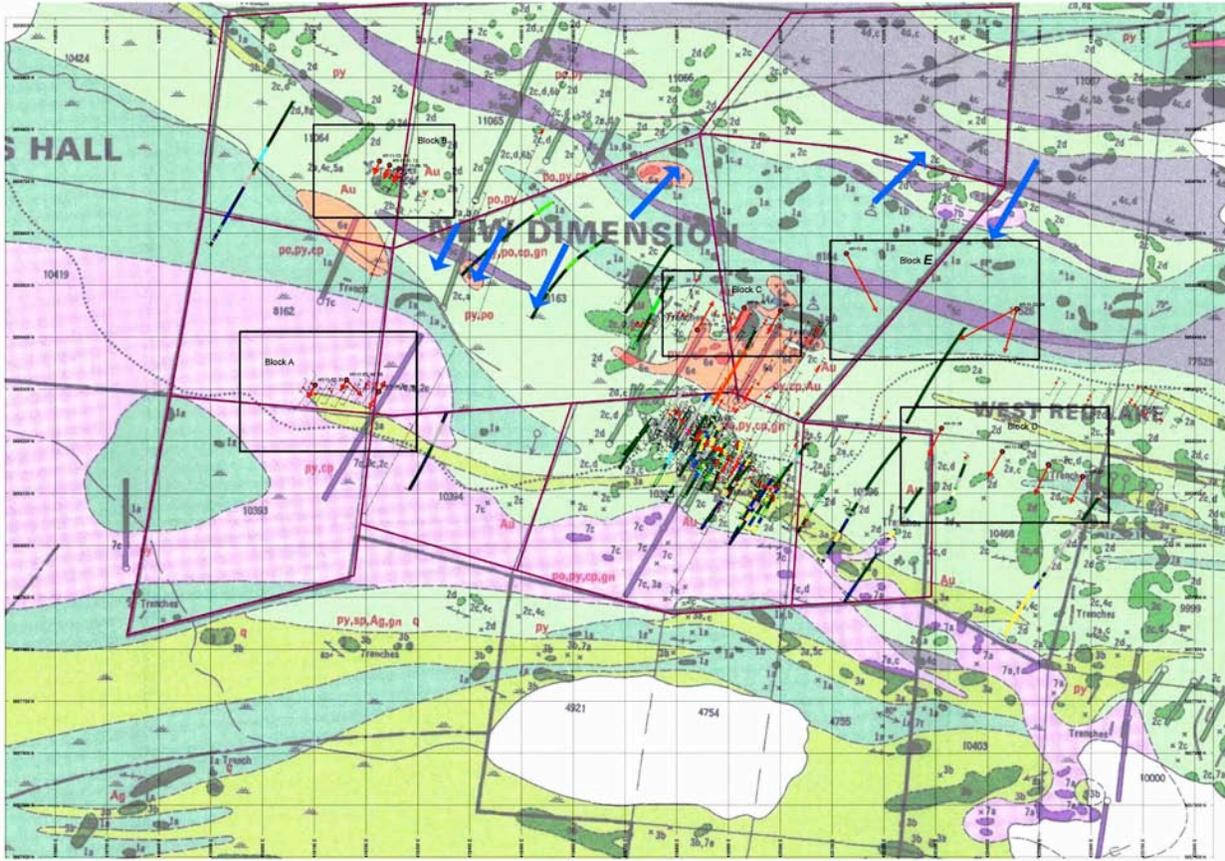


Figure 1