

SHARES: 5,223,059

NEWS RELEASE

HY LAKE GOLD INC.

FINANCING ANNOUNCEMENT

FOR IMMEDIATE RELEASE, May 10, 2006, Toronto, Ontario

Hy Lake Gold Inc today announced the completion of the first closing of a non-brokered private placement. The Company issued 2,000,000 common shares at \$0.10 per share, for proceeds of \$200,000. No commission or finders' fee is being paid on the placement. The securities issued will be subject to a hold period of four months and one day from the date of issue.

Proceeds from the private placement will be used for the Company's operating expenses and work on the Company's mineral properties in Ontario.

FOR FURTHER INFORMATION CONTACT:

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