

# **HY LAKE GOLD INC.**

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**PRESS RELEASE  
FOR IMMEDIATE RELEASE**

**EXCHANGE: CNQ  
SYMBOL: HYLK  
SHARES: 13,182,708**

## **HY LAKE GOLD INC. ANNOUNCES DRILLING TO COMMENCE ON THE MOUNT JAMIE PROPERTY IN RED LAKE: PHASE 1**

**January 23, 2007 - Toronto, ON**

Hy Lake Gold Inc. ("Hy Lake" or the "Company") today announces plans to commence exploration drilling on the 9-claim Mount Jamie Property in the Red Lake mining camp. The property is held under option from Jamie Frontier Resources Inc. Major Drilling Group International Inc. of Winnipeg is currently mobilizing a rig to the property for the first phase of the 2007 exploration program, with drilling scheduled to begin the last week in January.

The exploration work, to consist of an estimated 2,000 metres of diamond drilling, is designed to re-confirm and expand on what is currently known of the geology and mineral potential of the property. Previous work at Mount Jamie has explored portions of the property from surface to a depth of approximately 150 m. The most recent work on the property, carried out in August of 2003 by Zenda Capital Corp., confirmed the presence of high-grade gold-bearing zones.

Hy Lake has recently completed a three-dimensional digital database of all the available diamond-drill data in order to improve the understanding of the occurrence's geometry, providing the basis for future goal-oriented exploration. The estimated budget for the first phase of planned exploration is \$250,000. This work will be funded by the recent and ongoing private placement of flow-through common shares (see press release of December 22, 2006).

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 – 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 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 (40,401 t) of ore grading 0.438 oz of gold per ton (15.0 g Au/t) 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. Reference to the previous work and other technical details can be found in the Company's NI 43-101 report prepared by Mr. Peter Vamos, P.Eng. and is available on SEDAR.

The Red Lake camp has hosted several current and past well known producers of gold including the Red Lake and Campbell Mines (Goldcorp). Neighbouring properties to Mount Jamie include the Rowan Lake (Goldcorp) property to the east, currently being explored by Goldcorp and King's Bay Gold Corp., and Redstar Gold Corp. (with AngloGold Ashanti and Rubicon Minerals Corp.) to the south and west. Hy Lake believes good potential exists to increase the extent of the gold-mineralized zones located on the Mount Jamie Property.

Hy Lake is a junior exploration company currently focussed on gold exploration in the Red Lake area of north-western Ontario. The Company has an option to earn a 75% interest in the Mount Jamie property owned by Jamie Frontier Resources Inc. Terms of the option agreement require Hy Lake to spend \$1,000,000 in exploration on the property over a four year period.

To find out more about Hy Lake Gold Inc. (CNQ: HYLK) visit our website at [www.hylake.com](http://www.hylake.com).

There are 13,182,708 shares of the Company outstanding.

For further information please contact Mr. John M. Siriunas, P.Eng. a director and President of the Company at 416-570-9271 or Mr. Robert B. Seitz at 416-702-7918.

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