

Yilgarn Gold Limited

ACN 002 527 906
ABN 34 002 527 906

3 March 2005

Manager Announcements
Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

Dear Sir,

REQUISITIONED SHAREHOLDER MEETING

Yilgarn Gold Limited (YGL) refers to its release of 18 February 2005 announcing that shareholders holding 5% of the Company have requisitioned a shareholders' meeting. The Company intends calling the meeting for 15 April 2005. It is anticipated that the notice of meeting will be despatched to shareholders on or about 9 March 2005.

PRO RATA RIGHTS ISSUE

The board of YGL is pleased to announce the planned issue of a prospectus to raise up to \$1,669,805 on the basis of one new share for one existing share at \$0.015 per share. The offer will have a minimum acceptance level of \$300,000. It will be non-renounceable and will not be underwritten.

The record date for participation in the offer will be advised shortly.

The capital raising will give all shareholders the opportunity to participate in the extensive exploration programme planned for the Company's New Bulong Project. Detail of this project is summarised in the Company's December 2004 quarterly report and on the Company's website www.yilgarngold.com.

Many projects were reviewed by YGL during the 2004 year, both nationally and internationally and other commodities were considered. This process only served to confirm to the Board that the way forward for increasing shareholder value is to remain firmly committed to gold exploration within one of the world's most prolific regions of gold exploration and development.

Now the Company has achieved full ownership and management of its New Bulong Project, exploration can be accelerated across the significant number of drill targets on offer.

Yours faithfully,
for **YILGARN GOLD LIMITED**



L A Colless
Director/Secretary

