

Yilgarn Gold Limited

ABN 34 002 527 906

28 June 2005

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

Cancellation – Pro Rata Rights Issue

The company refers to the announcement made on 3 March 2005 relating to a proposed non-renounceable pro rata rights issue.

The Board has resolved not to proceed with the proposed issue. The Board is currently reviewing all company projects and undertaking an assessment of the company's funding requirements.

N J Bassett
Company Secretary