



20 June 2007

Yilgarn Capital Raising

Yilgarn Gold Limited (ASX Code YGL) is pleased to advise it has reached agreement to place up to 40,500,000 ordinary fully paid shares at \$0.17 per share to raise \$6,885,000 before expenses.

The fund raised will be used for oil and gas operations, new ventures and working capital.

In accordance with Listing rule 3.10.3, the Company provides the following details of the placement shares:

- Class of Securities** : Fully paid ordinary shares.
- Number to be Issued** : 40,500,000
- Principal terms of Securities** : The shares will carry standard rights applicable to quoted ordinary shares in the Company and will, from the date of issue, rank equally with fully paid quoted ordinary shares currently on issue.
- Issue Price** : \$0.17 per share.
- Purpose of Issue** : To fund oil and gas operations, new ventures and working capital.
- Shareholder Approval** : The company will not seek shareholder approval prior to the issue of the 40,500,000 placement shares, as approval for this issue is not required by the Listing Rules. The Company intends to subsequently seek approval of this issue at a general meeting pursuant to Listing Rule 7.4 (subsequent approval of issue of securities).
- Issue to Class** : This issue is not being made to a class of security holders.

As the issue will be to sophisticated or professional investors, it will not require disclosure under the Corporations Act.

For further information please contact:

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