



Indo Gold Limited ACN 110 982 315

PRESS RELEASE

**NOT FOR DISSEMINATION IN THE UNITED STATES OR FOR DISTRIBUTION TO
U.S. NEWSWIRE SERVICES**

Brisbane, Queensland, Friday 8th June, 2007:

PRIVATE PLACEMENT OF ORDINARY SHARES TO RAISE UP TO A\$10 MILLION

In the previous press release dated 10 May 2007, Indo Gold Limited (IGL) reported its intention to raise some equity finance by way of a private placement prior to a planned AIM listing in London.

It is with pleasure that IGL (the "Company") announces it has signed an Agency Agreement with BMO Nesbitt Burns Inc. ("BMO") on 31 May 2007, that appoints BMO as the Company's exclusive agent, to offer for sale to accredited investors, on a best efforts agency basis, without underwriter liability, up to A\$7 million of ordinary shares of the Company, at a price of A\$1.25 per ordinary share (the "Placing"). Each ordinary share issued pursuant to the Placing will have an attaching half-warrant (an "Option") that will allow the holder to purchase one ordinary share for every two ordinary shares purchased under the Placing, at an exercise price of A\$2.00. The Options may be exercised in parcels of 5,000 shares or multiples thereof, and will expire on or before the date being twenty four (24) months from the issue date, provided that if the Company is listed on a recognized stock exchange within that period, the expiry date will be the date being 18 months after such listing. The Placing, which is conditional on, *inter alia*, compliance with the conditions of the Agency Agreement, is expected to close on Tuesday 12 June 2007 at 5:00 p.m. (USA, EST) or on a later date and/or time agreed by the Company and BMO.

In conjunction with this Placing, the Company has arranged additional private placements totaling A\$3 million of ordinary shares, including attached Options, on the same pricing and terms as described above.

At this time, subscriptions have reached a satisfactory level and the Company expects to announce completion of the Placing by 12 June 2007.

THE SECURITIES REFERRED TO IN THIS RELEASE WILL NOT BE REGISTERED UNDER THE UNITED STATES SECURITIES ACT OF 1933 OR THE LAWS OF ANY STATE AND MAY NOT BE OFFERED OR SOLD IN THE UNITED STATES ABSENT SUCH REGISTRATION OR AN APPLICABLE EXEMPTION FROM REGISTRATION REQUIREMENTS.

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