



TSXV: ABS
For Immediate Release

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ABZU GOLD LTD. CLOSURES NON-BROKERED PRIVATE PLACEMENT

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NEWSWIRE SERVICES

VANCOUVER, August 16, 2011 – Abzu Gold Ltd. (the “Company”; TSXV: ABS; OTCQX: ABZUF) is pleased to announce that it has closed its previously disclosed non-brokered private placement (the “Private Placement”).

The Private Placement consisted of 5,326,499 units (the “Units”) at \$0.65 per Unit for gross proceeds of \$3,462,224.35. Each Unit consists of one common share (a “Share”) and one-half of one Share purchase warrant (a “Warrant”). Each whole Warrant entitles the holder to acquire an additional Share for a period of 12 months following the date of issuance of the Units at a price of \$0.90 per Share. The Shares and Warrants issued in connection with the Private Placement have a four month hold period expiring on December 16, 2011.

A finder’s fee equal to 5% of the gross proceeds raised (payable in cash or Units) has been paid to certain finders for part of the Private Placement. Additionally, certain finders have received finder’s warrants equal to 5% of the number of Units purchased by subscribers introduced to the Company.

The net proceeds from the sale of the Units will be used for working capital and for general corporate purposes.

On behalf of the board of directors of

ABZU GOLD LTD.

“Allan Serwa”

Allan Serwa
Chief Executive officer

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