



AUSTRALIAN SOLOMONS GOLD ANNOUNCES SATISFACTION OF SUBSCRIPTION RECEIPT RELEASE CONDITIONS

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(TSX:SGA) TORONTO, Ontario (September 27, 2007) – Australian Solomons Gold Limited (the "Company" or "ASG") is pleased to announce that it has satisfied the escrow release conditions (the "Release Conditions") relating to its previously announced brokered private placement of subscription receipts (the "Subscription Receipts").

On August 9, 2007, the Company issued 13,044,000 Subscription Receipts at a price of \$1.15 per Subscription Receipt raising gross proceeds of \$15,000,600 (the "Offering"). Each Subscription Receipt shall be exchanged, for no additional consideration, into one common share (a "Share") of the Company and one-half of one warrant, with each full warrant (a "Warrant") providing the purchaser with the right to subscribe for one Share for a period of 36 months following the closing of the Offering at a price of \$1.50 per Share. An amount equating to 65% of the proceeds of the Offering were placed in escrow with Computershare Trust Company of Canada, as subscription receipt agent, with the release of such proceeds being subject to fulfillment of the Release Conditions, namely qualifying the Shares and Warrants pursuant to a final short form prospectus of ASG, and obtaining the requisite approval of the shareholders of ASG with respect to the Offering.

The Subscription Receipts were offered on a best efforts agency basis by a syndicate of agents co-led by Haywood Securities Inc. and Paradigm Capital Inc. and including Fraser Mackenzie Limited.

The net proceeds of the Offering will be used to fund continued exploration, preliminary development activities for the Gold Ridge Project, for working capital and general corporate purposes.

The securities being offered have not, nor will they be registered under the United States Securities Act of 1933, as amended, and may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons absent U.S. registration or an applicable exemption from the U.S. registration requirements. This release does not constitute an offer for sale of securities in the United States.

Cautionary Statement Regarding Forward-Looking Information

All statements, trend analysis and other information contained in this press release relative to markets for ASG's trends in resources, recoveries, production and anticipated expense levels, as well as other statements about anticipated future events or results constitute forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as "seek", "anticipate", "believe", "plan", "estimate", "expect" and "intend" and statements that an event or result "may", "will", "should", "could" or "might" occur or be achieved and other similar expressions. Forward-looking statements are subject to business and economic risks and uncertainties and other factors that could cause actual results of operations to differ materially from those contained in the forward-looking statements. Forward-looking statements are based on estimates and opinions of management at the date the statements are made. Some of these risks, uncertainties and other factors are described under the heading "Risk Factors" in the Company's annual information form available on www.sedar.com. ASG does not undertake any obligation to update forward-looking statements even if circumstances or management's estimates or opinions should change. Investors should not place undue reliance on forward-looking statements.

N E W S R E L E A S E

The Toronto Stock Exchange has neither approved nor disapproved the contents of this press release

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