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FOR IMMEDIATE RELEASE

TSX Venture Exchange Symbol: SHG

**SHIELD GOLD APPROVES FLOW-THROUGH PRIVATE PLACEMENT FOR
PROPOSED QUALIFYING TRANSACTION**

July 8, 2010 - Shield Gold Inc. ("Shield" or the "Company") announces that the Board of Directors of the Company has approved the issuance of flow-through units in respect of its non-brokered private placement in connection with its Qualifying Transaction. The private placement is for a minimum of \$150,000 through the issuance of up to 3,000,000 ordinary units or up to 3,000,000 flow-through units (or some combination thereof) at a price of \$0.05 per unit. Each unit is comprised of one common share of Shield and one non-transferable common share purchase warrant ("Warrant"). Each Warrant is exercisable for a period of two years from the date of issue and will entitle the holder to purchase one (1) common share at a price of \$0.10 per share. A finder's fee will apply in this financing, pursuant to regulatory policies.

The private placement funds will be added to working capital and will be used to conduct the first phase of the recommended work program on the Summit-Gaber Property and/or for working capital. Any securities issued by the Company pursuant to the private placement will be subject to a four-month hold period from the date of their issue.

Closing of the Qualifying Transaction will occur immediately after satisfaction of all of the conditions set out in the Exchange's conditional approval letter. Upon completion of the transactions and required filings with the TSX Venture Exchange, the Company will be listed as a Tier 2 Mining Issuer.

The Company's Filing Statement and the Technical Report titled "Geology, Exploration Programs and Results from the Summit-Gaber Property" dated September 2, 2009 prepared by Jean-Pierre Berube, P.Eng., for MRB & Associates, Geological Consultants can be viewed on www.sedar.com.

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Completion of the transaction is subject to a number of conditions, including but not limited to, Exchange acceptance. There can be no assurance that the transaction will be completed as proposed or at all.