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NEWS RELEASE

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FOR IMMEDIATE RELEASE

KILO COMPLETES FIRST TRANCHE OF BROKERED PRIVATE PLACEMENT

Toronto, Ontario. – August 5, 2010 – Kilo Goldmines Ltd. (TSX Venture: KGL; Frankfurt: 02K) (“Kilo” or the “Company”) is pleased to announce that it has completed a first tranche of its previously announced brokered private placement raising gross proceeds of Cdn\$1,037,060. Kilo has issued and sold 5,185,300 units (“Units”) of the Company at a price of Cdn\$0.20 per Unit, each Unit comprised of one common share in the capital of Kilo and one-half of one common share purchase warrant (each whole warrant, a “Warrant”). Each Warrant entitles the holder to acquire one additional common share in the capital of Kilo at an exercise price of Cdn\$0.30 per share until August 5, 2012.

M Partners Inc. and Vicarage Capital Ltd. (the “Agents”) are acting as the Company's agents in connection with the offering. Upon the completion of the first tranche of the offering, the Agents received aggregate cash commissions of 7.0% of the gross proceeds raised in the offering, as well as an aggregate of 362,971 compensation options (the “Compensation Options”). Each Compensation Option is exercisable to acquire one Unit at an exercise price of Cdn\$0.20 until August 5, 2012.

All securities issued in connection with the private placement are subject to a four month hold period, expiring December 6, 2010, under applicable Canadian securities legislation. The private placement remains subject to final approval of the TSX Venture Exchange.

Net proceeds of the offering will be used to fund further exploration of the Company's projects located in the Democratic Republic of Congo (“DRC”), and for working capital and general corporate purposes.

The Company and the Agents intend to complete further tranches of the financing prior to August 31, 2010 up to an aggregate maximum of \$5.0 million.

About Kilo

Kilo Goldmines Ltd. is a Canadian gold exploration company that is listed on the TSX Venture Exchange under the symbol 'KGL' and on the Frankfurt Exchange under the symbol '02K'. The Company has approximately 16,000 square kilometres of favourable Archaean Kabalian greenstone in the Kilo-Moto area in the Democratic Republic of the Congo. Kilo's principal focus is to advance its projects from exploration through feasibility to project development and ultimately to full production in a socially and environmentally responsible manner.

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This news release may contain forward looking statements concerning future operations of Kilo Goldmines Ltd. All forward looking statements concerning the Company's future plans and operations, including management's assessment of the Company's project expectations or beliefs may be subject to certain assumptions, risks and uncertainties beyond the Company's control. Investors are cautioned that any such statements are not guarantees of future performance and that actual performance and exploration and financial results may differ materially from any estimates or projections.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.