

REDLICH PROJECT, ESMERALDA COUNTY, NEVADA

Property Overview: Ely Gold's Redlich Gold Project is located in the Candelaria Hills, Esmeralda County, Nevada and is one of its key focus properties. The project consists of 76 unpatented lode claims (1,570 acres) in the Rock Hill Mining District. The claims are situated on BLM land and have no underlying royalties. Access is excellent as state Highway 95 intersects the claims. The project includes two styles of gold mineralization that were drilled by a Newcrest Mining/Miranda Gold Corp. joint venture from 2004-2006: high-grade finely-banded low-sulfidation veins including 11.3 g/t gold over 4.6 meters and 23.3 g/t gold over 3.1 meters, and bulk-mineable disseminated gold mineralization in clay altered volcanic rocks and granodiorite. Newcrest drilling of these bulk minable targets included intersections of 0.684 g/t gold over 70.1 meters and 1.92 g/t gold over 27.4 meters. Mineralization for both types is open in several directions. Ely Gold's maintains an extensive geologic database for the Redlich project.

Geology: The Redlich Project is underlain by metamorphosed sediments and basalt of the Ordovician Palmetto Formation and younger Permian Diablo Formation conglomerate. These rocks are intruded by Cretaceous porphyritic quartz monzonite and overlain by Tertiary volcanic rocks and alluvium. The units are cut by northwest-trending faults of the Walker Lane. The Paleozoic and Tertiary units are altered and mineralized by a low-sulfidation gold system at least 4 kilometers long in the northern part of the property. Gold values up to 118.8 and 54.99 g/t in rock chip and drill samples, respectively, come from banded quartz and quartz-carbonate-adularia veins.

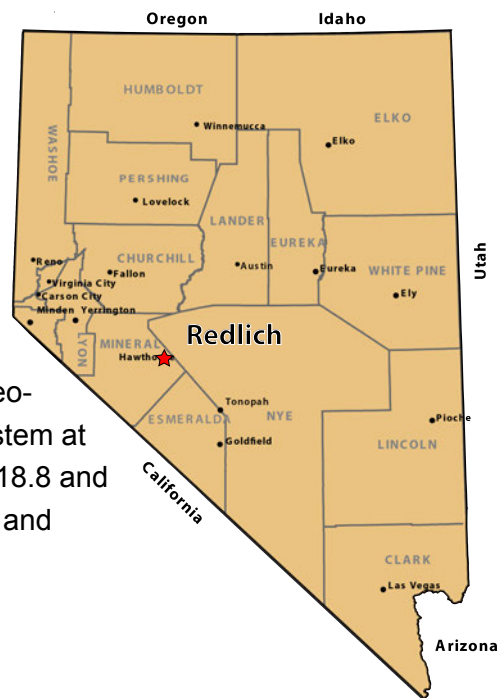
Quality Control & References

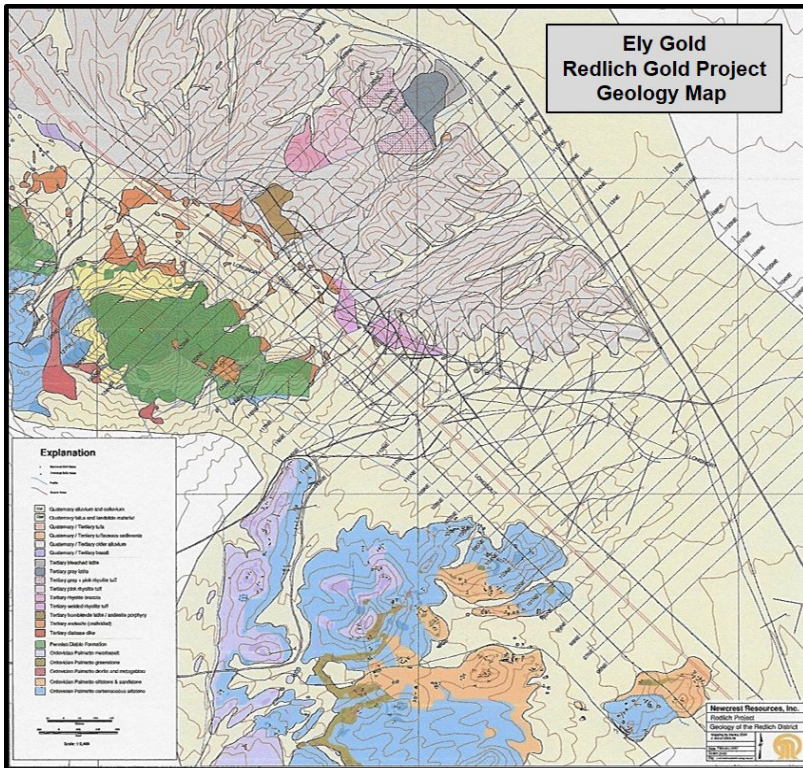
- Creel, L., 2006, Redlich Gold Inventory, private company report prepared for Miranda Gold Corporation, 2 p.
 Godall, G., 2004, Independent 43-101 Redlich Gold Prospect Technical Report, prepared for Miranda Gold Corporation, 28 p.
 Raabe, K. C., 2010, Redlich Property Evaluation, private company report prepared for Nevada Eagle, page 2.
 A complete list of historical reports and pictures are available on the Company's website.

Qualified Person

Scientific and technical information contained in this press release has been reviewed and approved by Stephen Kenwood, P. Geo and is a Director of Ely Gold & Minerals and is a "qualified person" as defined by National Instrument 43-101 - Standards of Disclosure for Mineral Projects ("NI 43-101").

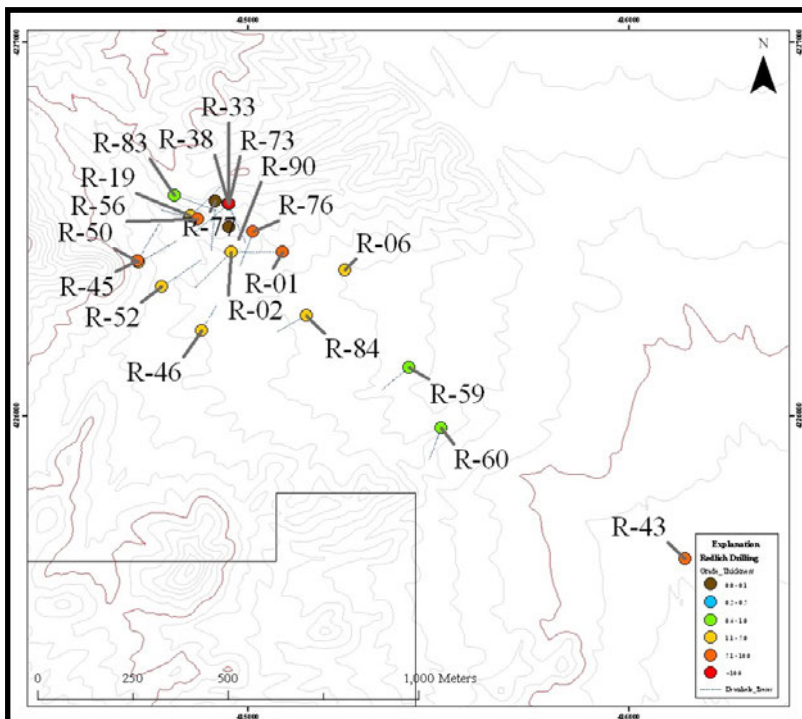
Exploration History: The Redlich project area has seen considerable past exploration by several companies including Inspiration, FMC, Cordex, and more recently Newcrest. From 2006-2008, Newcrest completed 90 reverse-circulation drill holes totaling 19,918 meters and identified significant gold mineralization. Previous drilling for gold focused on a northwest-trending fault corridor hosting high-grade gold in low-sulfidation quartz veins, and thick, continuous zones of disseminated and quartz stockwork-hosted gold surrounding the high-grade veins. Notable results include: 1.5 meters





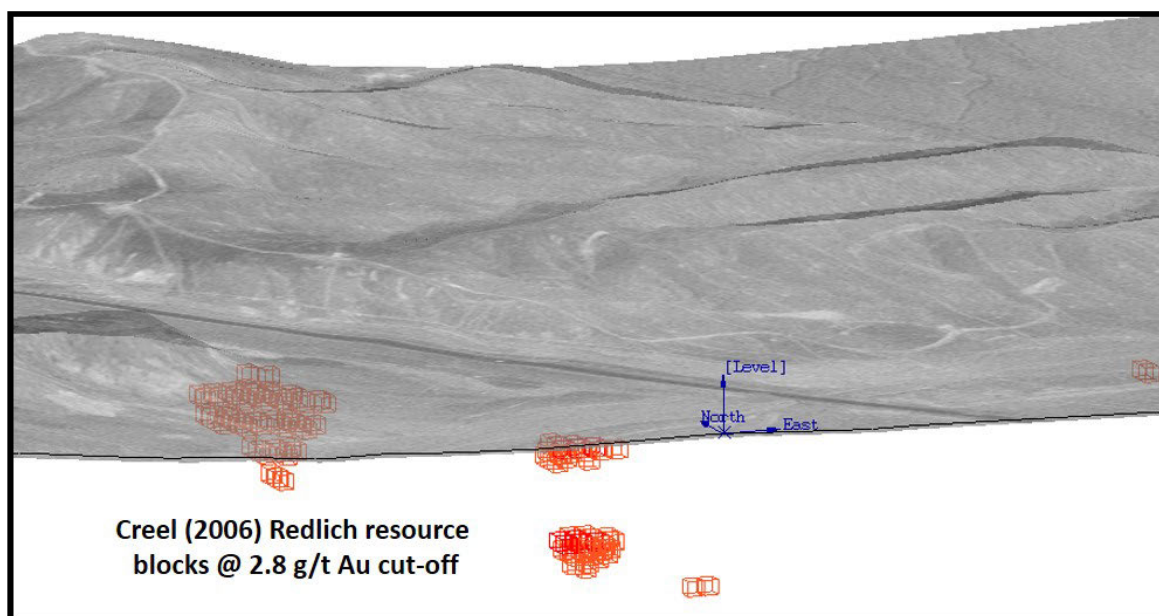
@ 46.23 g/t gold; 15 feet of banded epithermal quartz veins grading 4.6m @ 11.27 g/t gold; 57.9m @ 0.68 g/t gold in clay altered volcanic rocks with quartz stringers; and a thinly-banded quartz vein with 1.5 meters @ 66.61 g/t gold in a deeper gold zone. Newcrest drilling outlined a high-grade vein zone trending 330° dipping steeply to the northwest, with multiple drill intercepts ≥ 7.1 g/t over 375 meters of strike length. This mineralization remains open along strike and at depth. The southeast projection of this vein zone is noteworthy as only three holes tested a 1.2 kilometer distance between holes R-84 and R-43. Both holes intersected significant gold grades, including 1.5 meters @ 15.07 g/t gold in R-84 and 1.5m @ 46.23 g/t gold in R-43. A poorly-constrained 300 x 375 meter envelope of >0.28 g/t gold mineralization surrounds the higher-grade vein zone. Drilling to date is insufficient to define a 43-101 compliant mineral resource. Mine Development Associates (MDA) found that 55% of all drill samples >1.0 g/t

gold roughly align along a 350 meter long, east-west plane dipping 45 degrees to the south. The best intercept is 1.5 meters of 66.6 g/t gold in hole R-73. Two high-grade drill samples, 15.1 g/t gold in R-84 and 27.0 g/t gold in R-43, occur to the southeast of the defined plane at distances of 325 meters and 1,524 meters, respectively. These remain open and represent potential for additional parallel vein sets.



In 2006 Miranda Gold contracted Creel Consulting to prepare a preliminary block model and gold inventory for mineralized vein drill intercepts at Redlich. Using a 2.83 g/t cut-off, the mineral estimate (non 43-101 compliant) totaled 169,758 ozs gold.

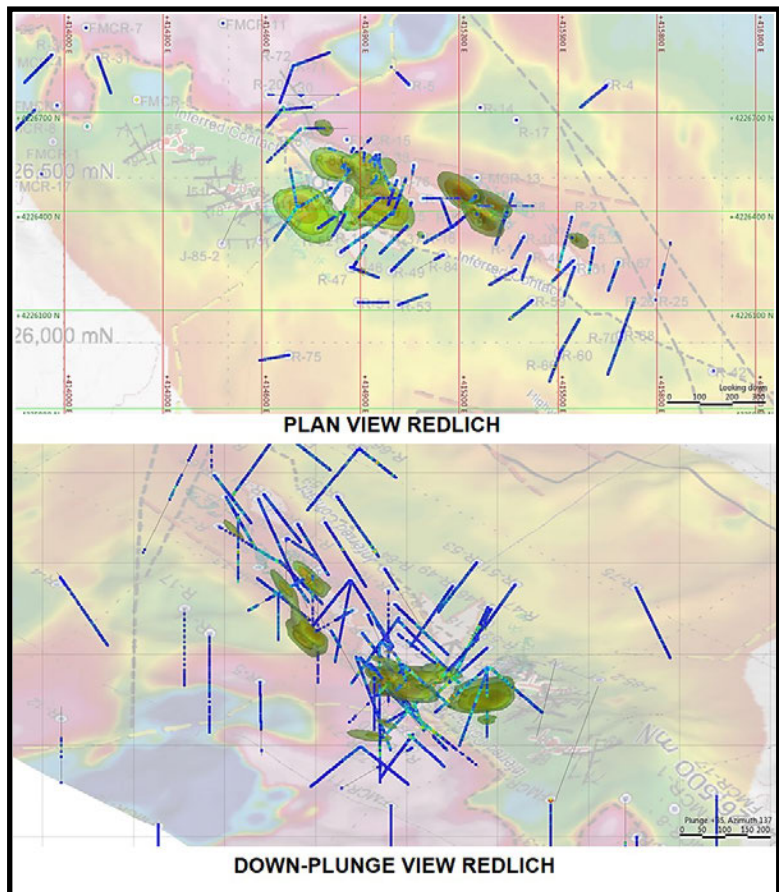
Preliminary modelling of all gold in drilling with Leapfrog Software was done by Cassini Resources in 2012 to obtain a low-grade gold inventory at Redlich. The unconstrained model was calculated using a 0.3 g/t gold cut-off and totaled 3.018 MMt @ 0.578 g/t gold.



This resource is not considered to be compliant with NI 43-101. Additional drilling is required to verify the historical estimate. A qualified person has not done sufficient work to classify the estimate as current mineral resources or mineral reserves and Ely Gold & Minerals Inc. is not treating this historical estimate as current mineral resources or mineral reserves.

Outlook: Redlich represents a high quality early-stage exploration project with drill-indicated high-grade vein mineralization and good potential for a bulk-mineable disseminated gold deposit. Mineralization for both styles has not been closed off by drilling. The Redlich property possesses the following attractive features:

- Mineralized structure traced for over 1.5 km, open along strike and at depth.
- High-grade gold vein intercepts (1.5m @ 66.61 g/t; 1.5m @ 46.23 g/t; 4.6m @ 11.27 g/t).
- A broad envelope of 0.28 g/t gold mineralization surrounding a high-grade core.
- Excellent year-round access and infrastructure.
- Additional targeting can be quickly assessed with Ely Gold's Redlich database.



Status: The Redlich property is currently for sale or option. The Ely Gold business model offers 100% ownership terms with retained royalties not to exceed 3% net smelter returns. For full data room access, including assay results, historical reports and photos contact Jerry Baughman or Trey Wasser.

MANAGEMENT

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COMPANY PROFILE

Exchange:	TSXV—OTC
Symbol:	ELY—ELYGF
Issued Shares:	75,755,474
Shares Fully Diluted:	88,980,474
Current Price, 01/09/17:	C\$0.18
Market Capitalization:	C\$13,635,985

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