

Monday, 12 May 2008

Australian Stock Exchange
Exchange Place
2 The Esplanade
Perth WA

Gryphon to Accelerate Exploration at its Banfora Gold Project

Gryphon Minerals Limited (ASX code: GRY) has raised \$10 million to accelerate exploration at its Banfora Gold Project in Burkina Faso, West Africa.

The Company has agreed to place a total of 25m fully paid ordinary shares at 40 cents each to institutional and sophisticated clients of Euroz Securities Limited and existing shareholders in two tranches:

Tranche 1 - 11.1m shares at 40 cents to raise \$4.44m will be issued immediately under the Company's 15% capacity, pursuant to ASX Listing Rule 7.1; and

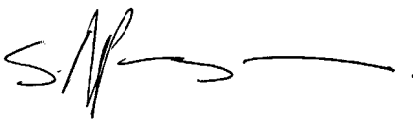
Tranche 2 -13.9m shares at 40 cents to raise a further \$5.56m will be issued subject to shareholder approval at a meeting of members to be held within the next six (6) weeks. A notice of meeting will be sent to members in due course.

Euroz acted as lead manager to the placement with Max Capital Pty Ltd acting as corporate advisors to the Company.

Gryphon announced a maiden resource of 410,000 ounces of gold at 2.1 grammes per tonne (refer to ASX announcement released 17/9/07) in September last year and funds raised in this placement will be applied to substantially increasing exploration in the Banfora Project area within this highly prospective West African geological belt.

The Company is not aware of any reason why the ASX would not allow trading to recommence immediately.

Yours faithfully



Steve Parsons
Managing Director