

JANUARY 17, 2015

BHS2015-03

BAYHORSE SILVER INCREASES AND CLOSES NON-BROKERED PRIVATE PLACEMENT

Bayhorse Silver Inc. (the “**Company**” or “**Bayhorse**”) announces that, subject to TSX-V approval, it has increased its previously announced non-brokered private placement of 2 million Units at \$0.05 cents to 2.2 million Units at \$0.05 cents and has closed the Units placement for gross proceeds of \$110,000.

Each Unit consists of one (1) common share and one (1) transferable common share purchase warrant, with each warrant exercisable into one (1) common share of the Company at an exercise price of \$0.10, exercisable for a period of 24 months from the date of issuance.

The funds raised will be used for general and administrative costs as well as the Little Swan project .

A finder’s fee was paid on a portion of the private placement, being \$2,450 cash and 49,000 agent’s warrants, with each warrant being exercisable into one common share at an exercise price of \$0.10 per share, exercisable for a period of 24 months from the date of issuance.

Mr. Graeme O'Neill, a director and officer of the Company subscribed for 300,000 Units of the placement and upon completion of the placement will hold 3,125,000 common shares, representing 13.4% of the Company's issued and outstanding shares. The price of the units was determined in accordance with the policies of the TSX Venture Exchange. The acquisition of units by insiders under the private placement was exempt from the formal valuation and minority approval requirements of Multilateral Instrument 61-101 pursuant to sections 5.5(a) and 5.7(a) of that instrument.

All securities issued under the private placement are subject to a four-month hold period which expires May 20, 2015.

Bayhorse Silver Inc. is a junior exploration company that has entered into a Farm-In Agreement with Saturn Minerals to acquire a 25% interest in the Little Swan oil project, and is earning an 80% interest in its newly acquired historic Bayhorse Silver Mine that has the potential for a substantial silver discovery. It has a 100%



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interest in its three major high grade New Zealand gold prospects (Alexander River, Paparoa and Red Queen), in the highly prolific West Coast South Island gold fields of New Zealand, which offers investors the potential for a major gold discovery.

The Company has a 30% Net Profit Interest in the Flagstaff barite mine in Washington State, where work is currently in progress. The Company has an experienced management and technical team with extensive exploration expertise. This News Release has been prepared on behalf of the Bayhorse Silver Inc. Board of Directors, which accepts full responsibility for its contents.

On Behalf of the Board

Graeme O'Neill, President

Neither the 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.

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