



Allied Nevada Drills 1,103.5 Feet of Gold and Silver Mineralization in North Brimstone at Hycroft

August 21, 2008 Reno, Nevada - Allied Nevada Gold Corp. (“Allied Nevada” or the “Company”) (TSX:ANV; AMEX:ANV) is pleased to announce complete gold and silver assay results for thirty-three exploration holes and four condemnation holes drilled at the Company’s Hycroft Heap Leach Mine (“Hycroft”) located near Winnemucca, Nevada. Of the twenty-seven drill holes listed in the table below, twenty-one were drilled in the Fire and Brimstone Zones⁽¹⁾, two in the Silver Camel area, three in the Bay area and one hole was drilled north of the Brimstone pit in the north Foothills area. Core hole H08D-3188, located in the north end of the Brimstone pit and angled to the north out of the pit, intersected 1,103.5 feet of gold and silver mineralization, including 368.5 feet of 0.022 oz/ton gold. This hole was drilled as part of an ongoing program to expand the Hycroft gold and silver sulfide resource in the Brimstone and Silver Camel areas as well as to define areas for potential gold and silver oxide reserves in other areas. The Company currently targets the fourth quarter of 2008 to commence gold production at Hycroft.

Twenty-one mineralized holes were drilled in the greater Brimstone Area which includes North, Central and South Brimstone/Vortex and the Fire Zone (West Brimstone). Drilling is demonstrating that these four mineralized areas are contiguous and combined cover an area of over 1 mile (6,300 feet) in strike length by 0.6 mile (3,200 feet) in width. The Brimstone Area remains completely open to the south and partially open to the west and is not closed off to the north. Three drills are currently operating in the Brimstone Area to continue to expand the gold and silver sulfide and oxide resource. The one-mile strike length of the Brimstone Area is demonstrated by two new core holes, one drilled from the floor of the north end of the Brimstone pit and a core hole in the Vortex area of South Brimstone. The two holes are collared approximately 4,700 feet apart with drill hole H08D-3188 drilled at a -45° angle to the north out of the north end of the pit, and drill hole H08D-3384 drilled at a -65° angle to the west. Hole H08D-3188 intersected 1,103.5 feet of gold and silver mineralization, including 368.5 feet of 0.022 oz/ton gold and 474 feet of 0.014 oz/ton gold and 1.3 oz/ton silver (0.038 oz/ton gold equivalent). Core hole H08D-3384 intersected 413 feet of 0.029 oz/ton gold and 0.40 oz/ton silver (0.036 oz/ton gold equivalent) within 560 feet of gold and silver mineralization.

The first two reverse circulation drill holes of an extensive drill program to define gold and silver sulfide resources for the southwestern portion of the Hycroft mine property are reported for the Silver Camel area. The holes were drilled on the northwest edge of the Silver Camel area to establish geologic criteria for this portion of the property. Three completed drill holes are reported in the north end of the Central Fault in the Bay area. This drilling demonstrates that a potentially significant oxide gold resource with silver may be identified in this area of historic mining. Assay results for several additional holes are pending.

Significant results were returned for one core hole drilled into the north Foothills, located approximately 4,000 feet northeast of the north edge of the Brimstone pit. The hole tested zones of silicified volcanic rocks on the east side of the northern trace of the East Fault. A total of 474 feet of gold and silver mineralization was intersected, including 125 feet of 0.021 oz/ton gold and 0.3 oz/ton silver (0.027 oz/ton gold equivalent) and a second zone slightly deeper of 205 feet of 0.020 oz/ton gold and 0.2 oz/ton silver (0.023 oz/ton equivalent). This is the first hole drilled into the Foothills silicified zone and additional drilling is planned at a future date.

BRIMSTONE AREA North Brimstone

Drill Hole	From (feet)	To (feet)	Interval (feet)	Gold (oz/ton)	Silver (oz/ton)	Gold Equivalent (oz/ton)
H08-D3188	1103.5 Feet of mineralization					
	49	523	474	0.014	1.3	0.038
&	670	1038.5	368.5	0.022	0.1	0.025
&	1090	1351	261	0.014	0.1	0.017

H08R-3373	185 Feet of mineralization					
	370	485	115	0.015	0.4	0.022
&	510	535	25	0.016	0.2	0.019
&	595	640	45	0.017	0.3	0.022

South Brimstone

Drill Hole	From (feet)	To (feet)	Interval (feet)	Gold (oz/ton)	Silver (oz/ton)	Gold Equivalent (oz/ton)
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H08R-3211	95 Feet of mineralization					
	305	400	95	0.016	0.5	0.026

H08R-3383	110 Feet of mineralization					
	225	230	5	0.092	0.0	0.092
&	555	580	25	0.016	0.6	0.027
&	780	830	50	0.010	0.6	0.021
&	1005	1035	30	0.016	0.2	0.019

H08D-3384	560 Feet of mineralization					
	634	650	16	0.015	0.2	0.018
&	733	759.5	26.5	0.019	1.0	0.037
&	787	798	11	0.009	0.9	0.027
&	943	988	45	0.013	0.4	0.021
&	1063.5	1078	14.5	0.024	0.2	0.027
&	1249	1662	413	0.029	0.4	0.036
&	1758	1792	34	0.018	3.6	0.084

H08R-3388	370 Feet of mineralization					
	455	505	50	0.019	0.1	0.021
&	945	1030	85	0.011	1.2	0.034
&	1140	1375	235	0.014	0.8	0.029

H08R-3417	80 Feet of mineralization					
	260	290	30	0.013	0.4	0.020
&	395	445	50	0.003	1.2	0.025

H08R-3419	95 Feet of mineralization					
	205	260	55	0.012	0.8	0.028
&	495	520	25	0.012	0.3	0.018
&	585	600	15	0.008	1.4	0.034

H08R-3464	235 Feet of mineralization					
	245	310	65	0.019	0.2	0.022
&	495	665	170	0.010	1.4	0.035

Central Brimstone

Drill Hole	From (feet)	To (feet)	Interval (feet)	Gold (oz/ton)	Silver (oz/ton)	Gold Equivalent (oz/ton)
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H08R-3204	160 Feet of mineralization					
	415	480	65	0.011	0.5	0.021
&	545	640	95	0.011	0.2	0.015

H08R-3234	60 Feet of mineralization					
	220	240	20	0.021	0.2	0.025
&	445	465	20	0.004	1.0	0.023

	&	530	550	20	0.023	0.7	0.036
				Fire Zone (West Brimstone)			
Drill Hole		From (feet)	To (feet)	Interval (feet)	Gold (oz/ton)	Silver (oz/ton)	Gold Equivalent (oz/ton)
<u>H08D-3194</u>		<u>648.5 Feet of mineralization</u>					
		626	1274.5	648.5	0.011	0.7	0.024
<u>H08R-3239</u>		<u>40 Feet of mineralization</u>					
		585	600	15	0.016	0.3	0.021
	&	620	645	25	0.011	0.7	0.023
<u>H08R-3247</u>		<u>235 Feet of mineralization</u>					
		410	435	25	0.022	0.0	0.022
	&	510	720	210	0.018	1.3	0.042
<u>H08R-3282</u>		<u>255 Feet of mineralization</u>					
		205	280	75	0.023	0.1	0.024
	&	335	395	60	0.020	0.6	0.031
	&	425	480	55	0.011	0.5	0.020
	&	535	600	65	0.023	0.4	0.031
<u>H08R-3289</u>		<u>145 Feet of mineralization</u>					
		235	285	50	0.022	0.0	0.022
	&	325	420	95	0.009	0.6	0.020
<u>H08R-3297</u>		<u>135 Feet of mineralization</u>					
		595	640	45	0.014	0.3	0.019
	&	650	665	15	0.014	0.4	0.023
	&	715	750	35	0.008	0.6	0.019
	&	885	900	15	0.014	0.3	0.021
	&	965	990	25	0.021	0.4	0.028
<u>H08R-3366</u>		<u>55 Feet of mineralization</u>					
		500	520	20	0.011	0.2	0.015
	&	695	730	35	0.014	1.6	0.043
<u>H08R-3368</u>		<u>35 Feet of mineralization</u>					
		200	220	20	0.018	0.2	0.022
	&	600	615	15	0.014	0.3	0.020
<u>H08R-3370</u>		<u>260 Feet of mineralization</u>					
		310	325	15	0.015	0.1	0.016
	&	370	440	70	0.017	0.2	0.021
	&	465	500	35	0.006	1.1	0.027
	&	535	600	65	0.011	0.7	0.024
	&	660	735	75	0.013	0.4	0.020

H08R-3520 125 Feet of mineralization

	275	300	25	0.018	0.0	0.018
&	555	605	50	0.021	0.3	0.026
&	765	775	10	0.014	0.5	0.023
&	880	920	40	0.021	0.0	0.022

SILVER CAMEL AREA

Drill Hole	<u>From</u> <u>(feet)</u>	<u>To</u> <u>(feet)</u>	<u>Interval</u> <u>(feet)</u>	<u>Gold</u> <u>(oz/ton)</u>	<u>Silver</u> <u>(oz/ton)</u>	<u>Gold Equivalent</u> <u>(oz/ton)</u>
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H08R-3492 895 Feet of mineralization

	25	420	395	0.016	0.1	0.019
&	440	920	480	0.014	0.1	0.015
&	970	990	20	0.023	0.2	0.027

H08R-3493 150 Feet of mineralization

	315	375	60	0.018	0.0	0.019
&	810	900	90	0.015	0.2	0.018

CENTRAL FAULT AREA**Bay Area**

Drill Hole	<u>From</u> <u>(feet)</u>	<u>To</u> <u>(feet)</u>	<u>Interval</u> <u>(feet)</u>	<u>Gold</u> <u>(oz/ton)</u>	<u>Silver</u> <u>(oz/ton)</u>	<u>Gold Equivalent</u> <u>(oz/ton)</u>
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H08R-3442 85 Feet of mineralization

	40	55	15	0.021	0.0	0.021
&	85	125	40	0.018	0.0	0.018
&	140	170	30	0.016	0.2	0.020

H08R-3443 190 Feet of mineralization

	0	190	190	0.020	0.1	0.022
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H08R-3444 135 Feet of mineralization

	20	155	135	0.022	0.1	0.023
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NORTH FOOTHILLS

Drill Hole	<u>From</u> <u>(feet)</u>	<u>To</u> <u>(feet)</u>	<u>Interval</u> <u>(feet)</u>	<u>Gold</u> <u>(oz/ton)</u>	<u>Silver</u> <u>(oz/ton)</u>	<u>Gold Equivalent</u> <u>(oz/ton)</u>
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H08D-3193 474 Feet of mineralization

	292	338	46	0.015	0.1	0.017
&	456	554	98	0.015	0.2	0.018
&	588	713	125	0.021	0.3	0.027
&	758	963	205	0.020	0.3	0.023

“Drilling is significantly expanding the known sulfide mineralization in the Brimstone Area,” said Rick Russell, Allied Nevada’s Vice President of Exploration. “The strike length of the Brimstone Area as now defined is over a mile long and recent drill holes indicate that gold and silver sulfide mineralization continues to the north and south.”

As of August 20, 2008, 335 drill holes have been completed at Hycroft by Allied Nevada since the Company began exploration drilling in August of 2007, including 270 reverse circulation drill holes and 65 core holes for a total of 243,939 feet drilled. The drill holes were drilled to an average depth of approximately 730 feet, including 49 shallow holes in the Crofoot leach pad. Five drill rigs (four reverse circulation rotary and a core rig) are currently operating at the Hycroft property. The Hycroft drilling program is currently averaging approximately 21,000 feet per month based on one 12-hour shift per day for the four reverse circulation rotary drills and two shifts per day for the core drill. The five rigs are currently drilling sulfide targets in the Brimstone Area and at Silver Camel. The condemnation drilling program relating to the Brimstone leach pad expansion has been completed. The six exploration drill holes not listed here contain no significant gold and silver mineralization. For complete drill hole assay information for the thirty-three exploration holes drilled since the last news release, please see assay data posted on the Company's website at <http://www.alliednevada.com/properties/development/hycroft-drill-holes.html>. Gold equivalent grades were calculated utilizing a \$650 per ounce gold price and a \$12 per ounce silver price.

⁽¹⁾ The drill program is being conducted under the supervision of Mr. Rick Russell, Vice President of Exploration for Allied Nevada Gold Corp., who is a Qualified Person as defined by Canadian National Instrument 43-101 and is responsible for program design and quality control of exploration undertaken by the Company at its Hycroft Mine. A combination of vertical and angle holes have been drilled to intersect mineralization; however, due to physical constraints and the complex nature of the deposit, true thickness of the drilled intervals cannot be assumed from the measured intercepts. Sampling and assaying methods of this program are being conducted in accordance with the CIM Mineral Exploration Best Practices Guidelines.

Forward-Looking Statements

This press release contains forward-looking statements within the meaning of the U.S. Securities Act of 1933 and U.S. Securities Exchange Act of 1934 (and the equivalent under Canadian securities laws), that are intended to be covered by the safe harbor created by such sections. Such forward-looking statements include, without limitation, statements regarding timing and results of exploration drilling and assay programs currently underway at Hycroft, timing of commencement of gold production at the Hycroft Mine, potential for confirming, upgrading and expanding oxide gold and silver mineralized material at Hycroft, results of evaluation of underlying sulfide mineralization at Hycroft, and other statements that are not historical facts. Forward-looking statements address activities, events or developments that Allied Nevada expects or anticipates will or may occur in the future, and are based on current expectations and assumptions. Although Allied Nevada management believes that its expectations are based on reasonable assumptions, it can give no assurance that these expectations will prove correct. Important factors that could cause actual results to differ materially from those in the forward-looking statements include, among others, risks relating to Allied Nevada's status as a newly formed independent company and its lack of operating history; risks that Allied Nevada's acquisition, exploration and property advancement efforts will not be successful; risks relating to fluctuations in the price of gold and silver; the inherently hazardous nature of mining-related activities; uncertainties concerning reserve and resource estimates; availability of outside contractors in connection with Hycroft and other activities; as well as those factors discussed in Allied Nevada's filings with the U.S. Securities and Exchange Commission (the "SEC") including Allied Nevada's latest Annual Report on Form 10-K and its other SEC filings (and Canadian filings) including, without limitation, its latest Quarterly Report on Form 10-Q. The Company does not intend to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise except as may be required under applicable securities laws.

For further information on Allied Nevada, please contact Scott Caldwell or Hal Kirby at (775) 358-4455 or visit the Allied Nevada Website at www.alliednevada.com.