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GOLD BULLION RAISES \$4.35 MILLION IN FIRST CLOSING OF PRIVATE PLACEMENT

December 22, 2011 – Gold Bullion Development Corp. (TSXV: GBB) (OTCPINK: GBBFF) announces that it has raised gross proceeds of \$4,354,700 at a first closing of its previously-announced private placement by issuing 19,109,957 “flow-through” units at a price of \$0.18 per unit, for gross proceeds to Gold Bullion of \$3,439,792, and 5,718,175 units at a price of \$0.16 per unit, for gross proceeds to Gold Bullion of \$914,908. Gold Bullion issued the securities to “accredited investors” in Alberta, British Columbia, Ontario, Québec and the United States.

Each of the 19,109,957 “flow-through” units is comprised of one common share and one-half of a common share purchase warrant. Each full warrant entitles its holder to acquire one additional common share of Gold Bullion at a price of \$0.22 for twelve months.

Each of the 5,718,175 units is comprised of one common share and one common share purchase warrant. Each warrant entitles its holder to acquire one additional common share of Gold Bullion at a price of \$0.20 for twelve months.

Gold Bullion will use the proceeds from the issuance of the “flow-through” units for exploration on its Granada Property near Rouyn-Noranda, Québec, and will use the proceeds from the issuance of the units for working capital.

In connection with the private placement, Gold Bullion paid a cash commission to various securities dealers and exempt market dealers in an amount equal to 8% of the gross proceeds raised through such dealers. In addition, Gold Bullion issued compensation options to various securities dealers and exempt market dealers entitling them to purchase a number of common shares of Gold Bullion equal to 8% of the aggregate number of “flow-through” units and units sold through such dealers in the private placement. The compensation options entitle their holders to acquire additional common shares of Gold Bullion at either \$0.18 or \$0.16 for a period of twelve months.

The securities issued by Gold Bullion pursuant to the private placement are subject to a four-month “hold period” ending on April 22, 2012 under applicable securities legislation and the policies of the TSX Venture Exchange.

Following the first closing of the private placement, there are 196,446,847 common shares of Gold Bullion issued and outstanding.

About Gold Bullion Development Corp.

Gold Bullion Development Corp. is a TSX Venture-listed junior natural resource company focusing on the exploration and development of its Granada Property near Rouyn-Noranda, Québec.

For more information on Gold Bullion Development Corp. (TSXV:GBB) (OTCPINK:GBBFF), visit our web site: www.GoldBullionDevelopmentCorp.com

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