

Further M2 high grade gold results

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Further development and updated face sampling grades for the very high grade M2 drive in the Cornelian area of the Reward Gold Mine have increased the average grade to 61g/t over 0.8m width for a strike length of about 90 metres to date.

This M2 will be mined over the coming months to produce approximately 1,500 tonnes of high grade material for processing.

The 2007 inferred resource estimate for the Cornelian area M2 was 24,460 tonnes at 8.5g/t gold, however development and processing grades have indicated the actual grade and tonnage to be higher.

#### Face sampling results of the M2 to date

Sample Number	Sorted by Northing	Easting	Gold Grade (g/t Au)	Vein Width (cm)	Vein Identifier	Face Assays Diluted to Mining Grade over 0.8m (g/t Au)
UG251	1,291.2	5,305.5	191.5	15	M2	35.90
UG139	1,341.7	5,308.2	22.72	15	M2	4.26
UG138	1,346.7	5,308.5	30.84	15	M2	5.78
UG141	1,350.9	5,308.5	89.76	15	M2	16.83
UG377*	1378	5309	85.43	9	M2	
UG345	1378.3	5309.91	95.4	1	M2sp	10.80
UG513*	1381	5309.1	95.9	21	M2	25.17
UG514*	1392.6	5310.8	1255	12	M2	188.25
UG511*	1394.3	5310.5	278.5	9	M2	31.33
UG505*	1395.5	5310.3	336.2	3	M2sp	12.61
UG504*	1396.5	5310.9	172.2	10	M2	21.53
UG496*	1400.03	5310.57	45.4	10	M2	5.68
UG289*	1407.14	5310.88	29.07	15	M2	5.45
UG259	1,412.5	5,312.8	12.37	6	M2b	
UG258*	1,414.5	5,312.0	27.81	15	M2a	5.22
UG260	1,416.5	5,312.0	173.6	22	M2	
UG261	1,416.5	5,311.8	7.92	6	M2sp	
UG262	1,416.5	5,312.0	52.09	22	M2	31.63
UG263	1,420.2	5,312.2	112.7	18	M2a	
UG264	1,420.2	5,312.5	0.19	7	M2b	25.38
UG265	1,423.5	5,311.9	75.28	18	M2a	
UG266	1,423.5	5,312.3	20.65	14	M2b	20.55

Sample Number	Sorted by Northing	Easting	Gold Grade (g/t Au)	Vein Width (cm)	Vein Identifier	Face Assays Diluted to Mining Grade over 0.8m (g/t Au)
UG267	1,425.3	5,312.0	291	8	M2a	
UG268	1,425.3	5,312.1	26.98	11	M2b	32.81
UG270	1,427.5	5,312.1	90.04	8	M2a	
UG271	1,427.5	5,312.3	13.83	14	M2b	
UG272	1,427.5	5,313.3	5.46	10	M2sp	12.11
UG274	1,430.2	5,312.9	45.14	16	M2b	
UG273	1,430.7	5,312.4	253.5	9	M2a	
UG276	1,430.7	5,312.7	169.1	14	M2b	47.83
UG294	1,432.5	5,313.0	95.02	19	M2b	
UG295	1,432.5	5,313.4	32.53	11	M2sp	27.04
UG300	1,436.4	5,312.8	93.71	6	M2a	
UG303	1,436.4	5,313.2	207.4	18	M2b	53.70
UG306	1,439.2	5,314.4	386.48	25	M2b	
UG307	1,439.2	5,314.0	299.9	40	M2a	
UG308*	1,439.2	5,314.6	0.99	2	M2sp	270.84
UG310	1,443.0	5,314.6	381.5	25	M2	119.22
UG315*	1,448.2	5,313	176.1	20	M2	
UG316	1,449.5	5,313.9	254.8	22	M2	
UG317	1,449.5	5,313.9	162	22	M2	52.88
UG373	1456	5315	41.92	12	M2	6.29
UG484	1457.9	5314.19	28.93	14	M2	5.06

*\*Incomplete assays. The concentrate from the Action Mining Wave Table is smelted to form a gold prill that is weighed and the contributing gold assay is calculated. The table tails are assayed by "Leachwell" accelerated cyanide leach at SGS in Townsville to provide the tails component. The "nugget" assay component is the coarse grains of gold collected from the concentrate before smelting.*

*The M2 was previously named the Mica Hangingwall vein; the M2a is the M2 footwall split; the M2b is the M2 hangingwall split; and M2sp refers to a spur vein of the M2a vein.*

#### **Attribution**

The information in this report that relates to Exploration Results or Mineral Resources is based on information compiled by Philip Bruce. Mr Bruce is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Bruce has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (The JORC Code). Mr Bruce consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.

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