

Tuesday, 31 January 2012

QUARTERLY REPORT

Three Months Ending 31 December 2011

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ASX RELEASE

Highlights

Corporate

- **Non-Bullabulling assets demerged into Auzex Exploration Limited and distributed in-specie to Auzex Shareholders**
- **Merger Scheme Booklet lodged with ASIC**
- **Merger with GGG Resources plc to create Bullabulling Gold Limited on track**

Development

- **Scoping Study confirms robust economics for Bullabulling Gold project with scope for significant capex and opex cost improvements;**
- **Pre-feasibility Study on Bullabulling commenced;**
- **Phase II drilling program completed, better intersections include 1m at 27.7 g/t, 1m at 19.3 g/t, 17m at 3.37 g/t, 20m at 3.45 g/t, 17m at 3.37 g/t, 9m at 3.52 g/t, 14m at 2.51 g/t, 19m at 2.48 g/t, 10m at 2.48 g/t, 14m at 2.41 g/t, 14m at 2.40 g/t and 12m at 2.22 g/t;**
- **Approximately 62% of the intersections from the Phase II drilling were better than estimated in the current resource model, 31% are similar and only 7% were worse than predicted by the current resource estimate;**
- **New resource estimate expected in Feb 2012**

Exploration

- **Detailed air magnetic and seismic surveys completed over the project area to provide new 3D geological modelling for exploration drill targeting**

Corporate

During the quarter Auzex Resources Limited (Auzex) continued to work with GGG Resources plc (GGG) on the development of the Bullabulling Gold Project and the merger of the two companies to create Bullabulling Gold Limited which will own 100% of the Bullabulling Gold project.

An interim board was established to assumed day-to-day responsibilities for the development of the Bullabulling Gold project and the merger between Auzex and GGG consisting of 3 members from each Board: Chris Baker, John Lawton and Greg Partington from Auzex and Nigel Clark, Jeff Malaihollo and Michael Short from GGG with two Bullabulling Gold management meetings held in Australia during the quarter. The selection process for a non-executive Chairman for Bullabulling Gold Limited (BBG) continued and a consultancy firm has been appointed to search for potential candidates for the position of Managing Director of BBG. The new ASX code for Bullabulling Gold Limited is ASX:BAB.

An additional focus for the quarter has been completing the demerger of Auzex' non-Bullabulling assets into a newly incorporated unlisted public company, Auzex Exploration Limited. The Auzex demerger shareholder meeting was held on 16th December 2011 with shareholders voting in support of the resolutions. This means that all of Auzex Resources projects other than Bullabulling have been transferred to Auzex Exploration, which has similar shareholders to Auzex Resources at the time of the demerger and is managed by the same Board as Auzex Resources presently. Further details are available in the Demerger Scheme Booklet available at www.auzex.com or www.asx.com.au. Consequently, these projects will no longer be managed or reported on by Auzex Resources.

A capital raising of \$3.4M via a placement under the 15% rule was completed during the quarter and a further \$4.6M was raised through a rights issue at an offering of 1 for 5 shares held at \$0.24, for a total capital raising of approximately \$8.0M. The rights issue was fully underwritten and 70% of the rights were taken up, which is an excellent result in the current market.

Scoping Study

A scoping study assessing the potential development of the Bullabulling Gold Project was delivered during the quarter with encouraging results. The aim of the Scoping Study was to examine the potential economic and technical viability of a large tonnage - low grade open cut mining operation at Bullabulling using bulk mining methods, and provide estimates of the capital and operating costs based on the current inferred and indicated resources as defined in August 2011. Capital and operating cost estimates have an accuracy of $\pm 30\%$, with a number of conceptual sources of costs adopted from assumptions derived from current similar mining operations and from advice from the consultancy groups involved in the study. The most important assumptions are that grid power will supply 100% of the power supply required and that the required water supply will be found locally. The study did not include funding costs or tax.

The 6.0km long Bullabulling Trend (between Bacchus and Bonecrusher pits) was the focus of the Study where resource drilling and assessment programs to date have been concentrated (Figure 1). Based on the current Indicated and Inferred Resources at Bullabulling the Scoping Study base case suggests that a large scale open pit mining and carbon-in-leach (CIL) operation treating 7.5 million tonnes per year of ore with a run of mine (ROM) grade of 1.04 g/t Au could generate approximately 2.1 million ounces of gold recovered at a cash cost of A\$968/ounce and deliver a before tax NPV of approximately A\$389M and IRR of 29% using a gold price of A\$1,500. The main results from the study indicate that:

- The project has sufficient resources to establish an operation with a minimum 10 year mine life.
- The metallurgy has no issues and recoveries for the operation should range from 92.5% to 94.0%.
- Annual production should average around 230,000 ounces with a life of mine production of 2.15 million ounces.
- Operating costs of approximately \$30 per tonne of ore treated, with potential for significant improvements in both mining and processing costs.
- Capital costs of approximately \$366 million, with again potential for improvements.
- Using a 6% discount rate and gold price of A\$1,500/ounce the NPV is approximately A\$389M with an IRR of 29% (NPV of approximately A\$703M and IRR of 42% at A\$1,700/ounce).
- There are no apparent environmental or social issues to developing the project.
- Current infrastructure including water bores, haul roads and pit voids are in good condition and can be used in the proposed operation.

As a low grade high tonnage project, Bullabulling requires further investigation of opportunities where project performance can be improved. There is the potential to reduce not only operating costs but also capital costs.

The scoping study has provided the Joint Venture with confidence to move to the next stage of project assessment and the board of BBG Management approved detailed pre-feasibility study (PFS) that addresses the issues highlighted by the scoping study. The PFS has already commenced with both water and ore samples collected for the recommended metallurgical testwork. Results should be available on an on-going basis through to completion of the study, with the pre-feasibility study due for completion during the September quarter 2012.

Pre-feasibility Studies

Prefeasibility study planning has been completed and a study project manager employed to manage the project. The work schedule has been updated on the basis of new proposals and work completed to date. The pre-feasibility phase of metallurgical testwork has started with 17 new

metallurgical samples collected from the length of the Bullabulling Trend. A total of 773m of RC drilling was completed in 17 holes as pre-collars to PQ diamond drilling totalling 1,106m. The samples have been collected from the PQ core and delivered to laboratories in Perth where comminution and recovery test work has commenced on the selected samples. Preliminary planning and 3D geological interpretation have also started in preparation for the development of a new resource estimate that will include the recently completed Phase Two infill drilling program. Water, environmental and power studies commenced, with a program of water exploration drilling planned for late January. Plan of Works (POWs) for the water exploration drilling have been submitted and approved. A preliminary assessment of possible aboriginal heritage and cultural issues was completed.

Exploration

Bullabulling Gold Project Joint Venture, WA (Auzex 50%)

Bullabulling is located near Coolgardie approximately 65km south-west of Kalgoorlie, Western Australia. The Bullabulling Gold project is a large tonnage - low grade deposit associated with the regional Bullabulling shear zone, which extends over tens of kilometres (Figure 1). The mineralised structure is up to 800m wide, consisting of multiple west dipping low grade stacked zones with narrower higher grade gold mineralisation. The area has been previously mined producing approximately 431koz. Au predominantly during the 1990's. The current development program focuses on the 6km area known as the Bullabulling Trend where previous operations were concentrated.

Objective of resource drilling programs - to establish maiden reserve

A key aim of the Phase Two resource drilling program was to infill the current and historic drilling to a drill spacing that allows the Inferred resources in the recently announced resource estimate to be reclassified to an Indicated resource category, and in turn enable initial JORC compliant reserves to be established for the project. The current reported JORC compliant mineral resource is 78,836,000 tonnes at 1.03 g/t Au (2.60 million ounces contained gold) at a 0.5 g/t Au cut off.

Drilling work

The Phase Two drilling started on May 14, 2011 and since the last quarterly where results were reported to September 30, there has been a total of 26,921 metres drilled in 161 holes to complete the infilling drilling program (Table 1). Total drilling for the completed Phase Two program is 74,452m in 425 holes and production since work started on the project by the JV is 109,312m from 665 holes. Drilling during the reporting period focussed on infill drilling using three RC drill rigs of the areas between Hobbit and Bonecrusher, including Dicksons and exploration drilling to the south between Edwards and Minotaur (Figure 1).

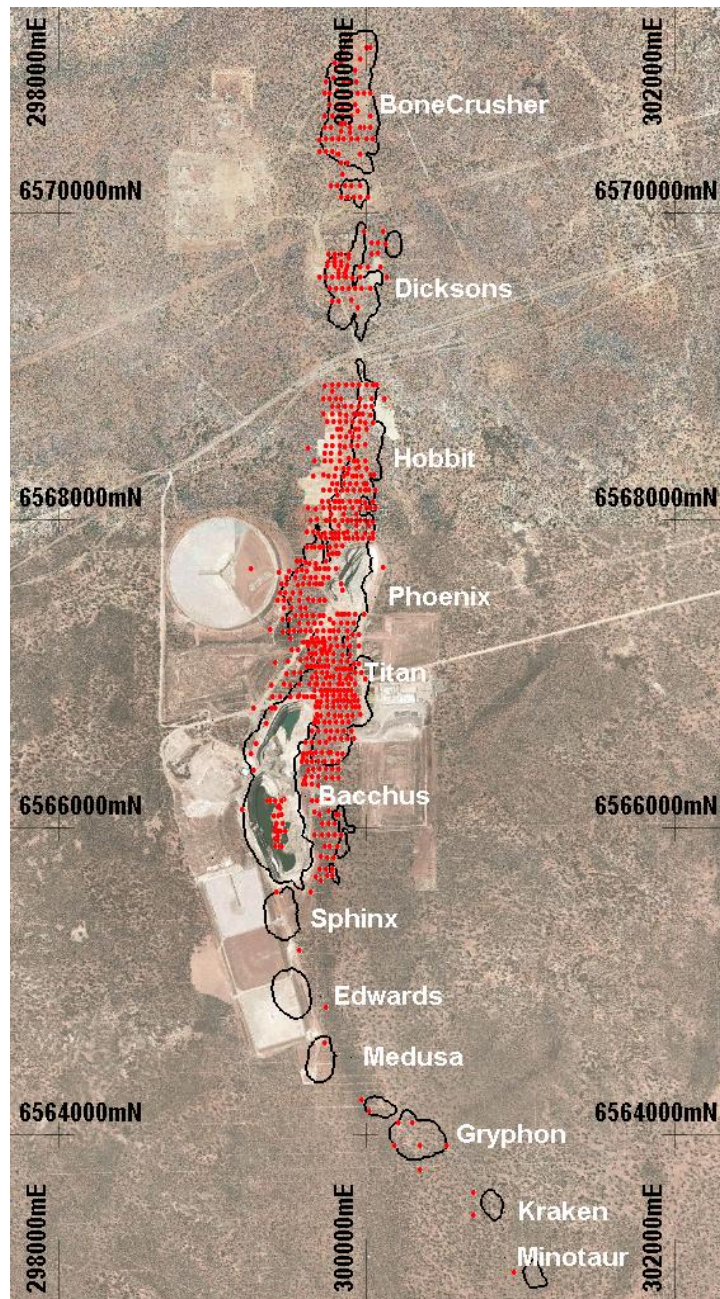


Figure 1: Location of RC drill holes completed by the Joint Venture

Infill Drilling results

Assays from the infill drilling continue to confirm the resource estimate and geological model (Table 2), and all holes with assays returned intersected mineralisation. Better intersections from the Phase Two drilling during the period include:

- 1m at 27.70 g/t Au from 180m (BJ0571),
- 1m at 19.30 g/t Au from 100m (BJ0774),
- 1m at 7.19 g/t Au from 175m (BJ1303),
- 1m at 12.50 g/t Au from 99m (BJ1947),

1m at 73.10 g/t Au from 18m (BJ1979),
1m at 7.33 g/t Au from 170m (BJ2083),
1m at 7.89 g/t Au from 107m (BJ2124),
9m at 3.52 g/t Au from 113m (BJ1945),
10m at 2.48 g/t Au from 45m (BJ0466),
11m at 2.41 g/t Au from 176m (BJ2064),
12m at 2.12 g/t Au from 179m (BJ2341),
13m at 3.45 g/t Au from 92m (BJ1257),
13m at 2.22 g/t Au from 190m (BJ0697),
13m at 1.87 g/t Au from 39m (BJ0694),
14m at 2.51 g/t Au from 130m (BJ2083),
14m at 2.41 g/t Au from 21m (BJ0381),
14m at 2.40 g/t Au from 65m (BJ2066),
14m at 1.94 g/t Au from 44m (BJ0261),
14m at 1.54 g/t Au from 35m (BJ1996),
16m at 1.75 g/t Au from 63m (BJ1297),
17m at 7.50 g/t Au from 187m (BJ0371),
17m at 3.37 g/t Au from 182m (BJ1297),
17m at 1.37 g/t Au from 128m (BJ0405),
17m at 1.27 g/t Au from 144m (BJ2113),
19m at 2.48 g/t Au from 19m (BJM024),
19m at 1.31 g/t Au from 123m (BJ0384),
20m at 3.45 g/t Au from 21m (BJ0405),
25m at 0.98 g/t Au from 28m (BJ0718),
26m at 0.83 g/t Au from 62m (BJ0381),
28m at 1.03 g/t Au from 113m (BJ0662),
31m at 0.75 g/t Au from 36m (BJ0791),
34m at 1.12 g/t Au from 94m (BJ0772) and
47m at 0.74 g/t Au from 76m (BJ0686) (Table 2).

As in the previously announced holes, there are multiple intersections per drill hole relating to the multiple stacked lodes defined by the structural mapping (Figure 2).

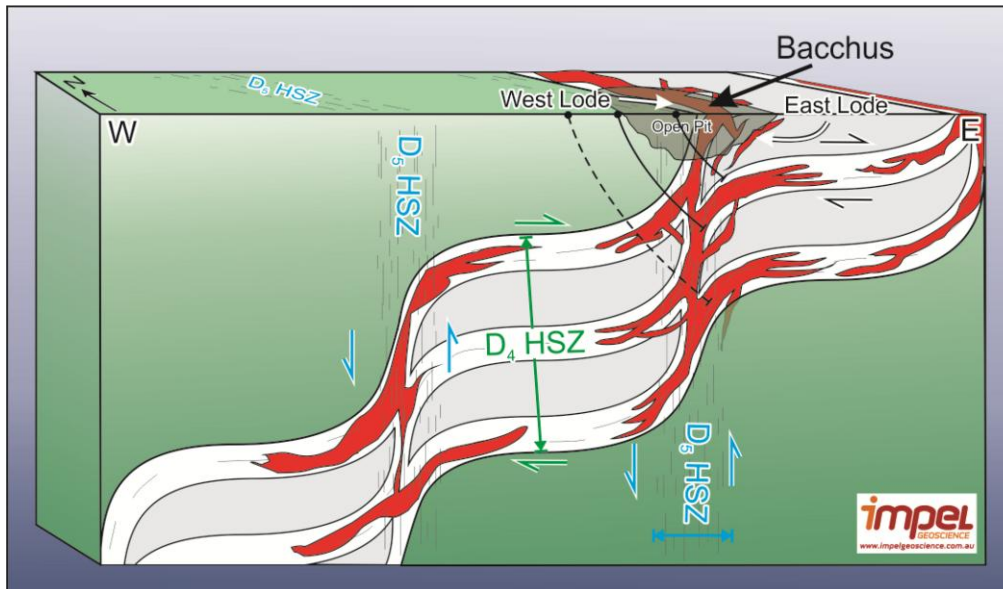


Figure 2: 3D Model of the structural framework of the Bullabulling Trend showing interpreted extensions to known mineralisation and also potential targets at depth within iron rich brittle lithologies

Approximately 62% of the intersections to date are better than estimated by the model, 31% are similar to the model and 7% are worse or missing as predicted by the current resource estimate (Table 2).

	INDICATED	INFERRED	Unclassed
Better	111	535	521
Expected	112	345	121
Worse	19	92	25

Table 2: Results compared with the Snowdon inferred and indicated categories in the new resource model

Deep exploration project

The main attractions for acquiring the Bullabulling project in January 2010 were not only the near surface low grade potential of the Bullabulling Trend, which has now been established, but also the potential for higher grade mineralisation at depth. Recent alteration mapping and geological modelling continues to confirm this potential within the Bullabulling project area. Work during the quarter continued to increase the understanding of the geological controls on gold mineralisation along the Bullabulling Trend. Magnetic and seismic geophysical data acquisition were planned to help map the geology of the Bullabulling Trend in detail at the surface and at depth. This will be the first time that a regional geological picture of the 3D geology has been developed over the Bullabulling Trend and preliminary data are already changing earlier interpretations and highlighting new areas for exploration in the near surface and at depth.

Data acquisition for the planned magnetic survey was completed over the Bullabulling Trend during the quarter (Figure 3). The survey was flown along 50m spaced East West lines with a nominal

flying height of 30m. Final data are provided as 10m cell size grids for TMI magnetics, a DTM and K, U, Th and Total Count radiometric channels. The TMI magnetic data were reduced to the pole and a suite of enhancement filters applied. These images will be used to develop a 2D geological and structural interpretation of the area covered by the magnetic survey. Preliminary 3D inversions based on the geological interpretation have also been generated, but were not successful in modelling lithological dips. The final geophysical magnetic interpretation will be completed late in January, which will be used as a template for a final structural interpretation and 3D geological modelling.

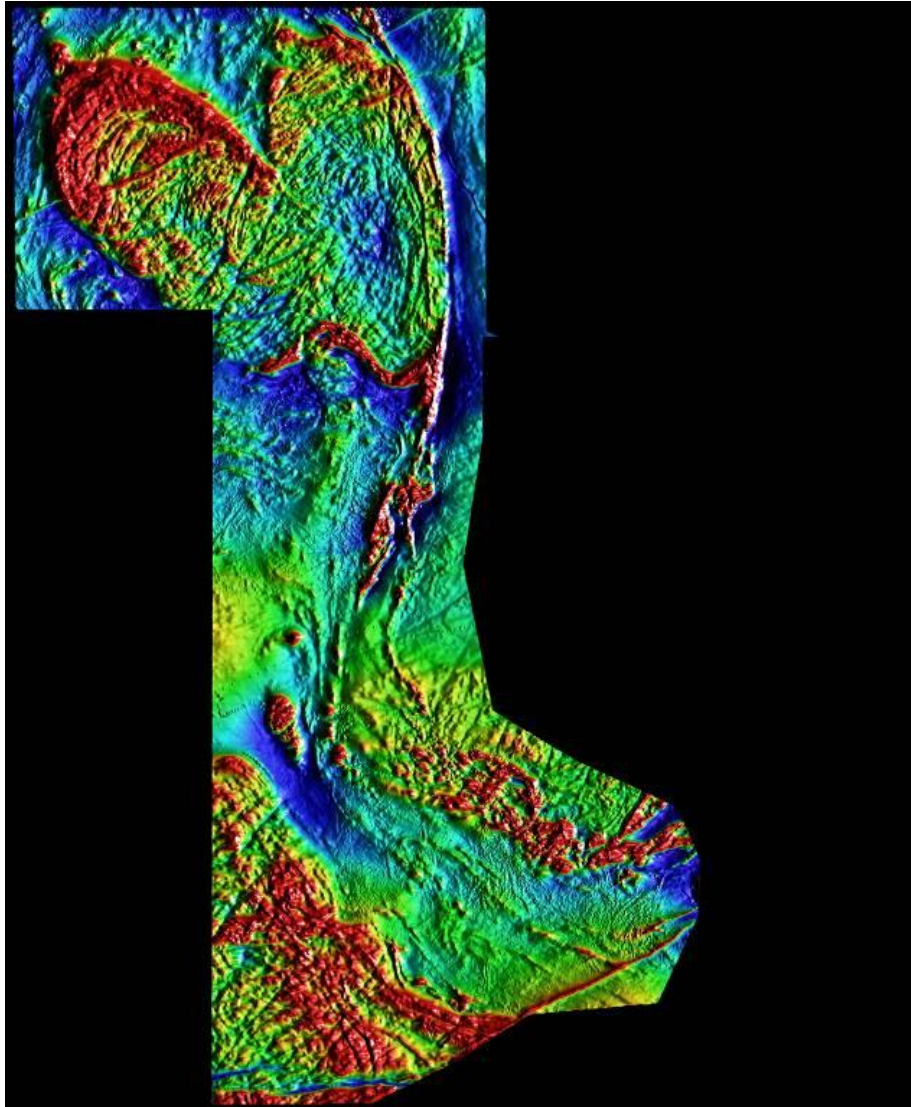


Figure 3: TMI image with sunshade from new magnetic survey over the Bullabulling Trend

The study of the seismic reflectance properties of the host rocks to assess the potential for using 2D seismic geophysics to map the geology of Bullabulling at depth has been completed and a proposal for the seismic survey approved. The objective of high resolution 2D seismic data acquisition over the Bullabulling Trend is to investigate the application of seismic imaging to delineate complex geological structure at depth and improve the effectiveness of targeting and

interpreting future drilling and exploration. The lines have been planned perpendicular to major geological structures and strike of the stratigraphy to maximise the resolution of the data collected (Figure 4). Data collection covered both the hanging and footwalls of the main stratigraphic units that host gold mineralisation along the Bullabulling Trend. The data acquisition program was completed in the quarter and the seismic data processing was also completed and images received for the three lines of data collected (Figure 5). The line data images now require interpretation using the magnetic data and known geological information from drilling to develop geological cross sections that will be used to constrain a 3D geological model of the Bullabulling Trend, which will also use the yet to be acquired gravity data.

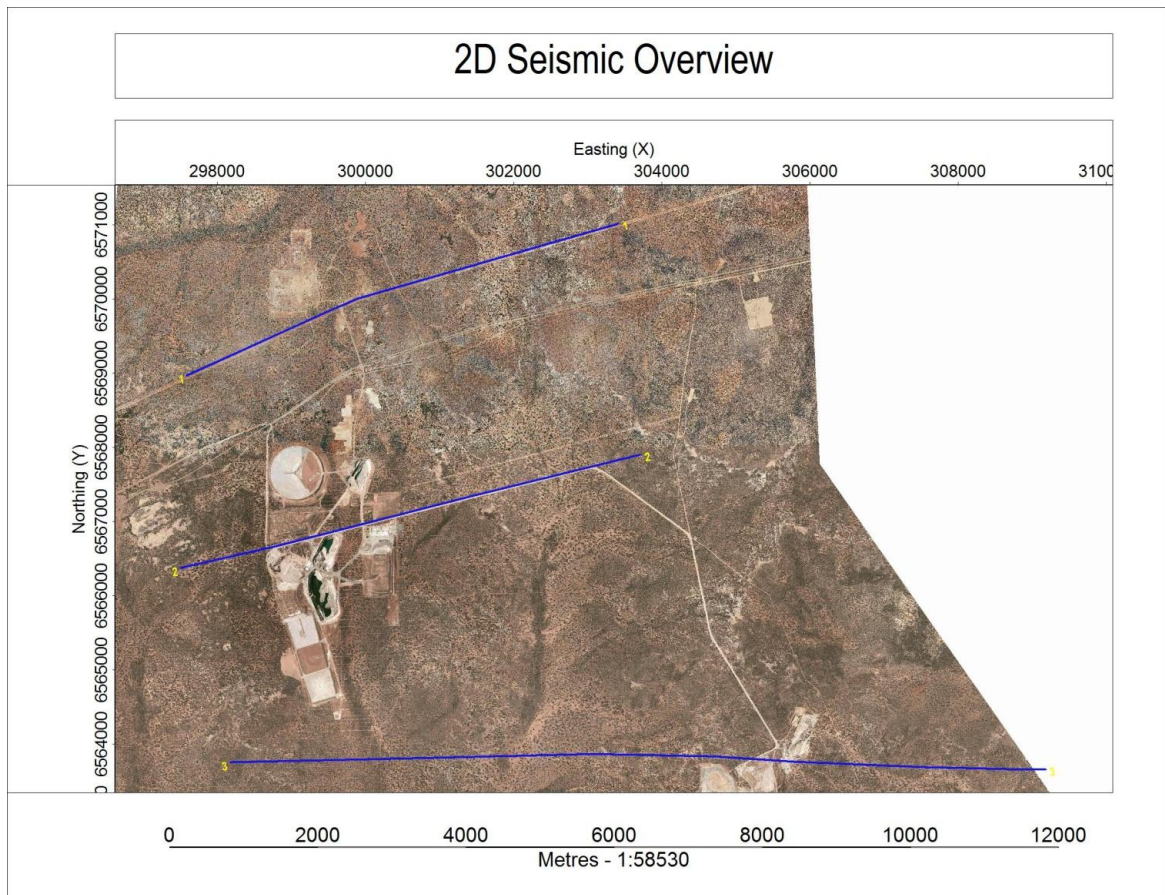


Figure 4: Location of the three seismic lines across the Bullabulling Trend

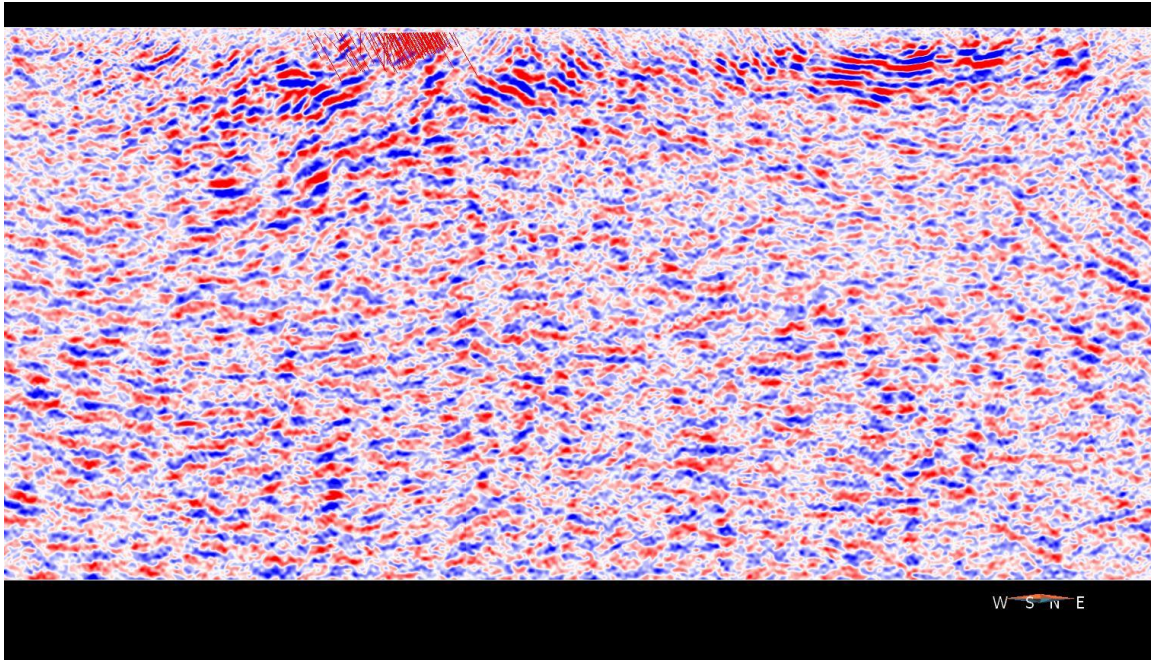


Figure 5: Seismic data for Line 2 (Figure 4) showing the location of current drilling in the Bullabulling Trend

A final plan and proposal for gravity data acquisition has been completed and approved. The program will cover the Bullabulling area and is planned to start in late January. There are 4543 stations in total, which will take 10-15 days to collect the data.

Tenement Acquisition

A new exploration licence covering 40km² was acquired to extend the tenement coverage to the south along strike from the Bullabulling sequence and along a known water bearing paleochannel for water exploration. The Joint Venture now has a total of 176km² in tenements held in various Mining Permits, Miscellaneous Licences, Prospecting Licences and applications. The Joint Venture also holds the underlying Pastoral Lease.

Future Work Plan

Work is continuing as planned on the Bullabulling Project with the following work expected to be completed in the coming months:

- Update resource estimation based on Phase Two infill drilling
- Complete 10,000 metres of exploration drilling
- Continue pre-feasibility study
- Finalise variability metallurgical testwork
- Finalise engineering design.
- Finalise mining studies
- Develop a life of mine schedule
- Optimisation and reserve estimation
- Completion of Pre-Feasibility Study

- Complete geophysical studies to target high grade deep exploration
- Review results from the high grade deeps exploration project
- Drilling of potential high grade targets

For further information please check our website (www.auzex.com) or contact John Lawton (Managing Director) or Gregor Partington (Operations Director) on +617 3333 2722 or +614 4870 0987 respectively.

Competent Person Statement

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by John Lawton who is a full-time employee of Auzex Resources Limited and Member of The Australasian Institute of Mining and Metallurgy. He has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". John Lawton consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

Table 1. Bullabulling collar data for RC drilling between 30 September and 31 December 2011

Prospect	Hole	Easting	Northing	RL	Dip	AZ	Date	Length	Comments
PH	BJ0337	299,434.0	6,567,657.7	441.9	-60	90	16/12/2011	271	Pending
HB	BJ0379	300,004.3	6,568,236.4	451.5	-60	90	27/11/2011	139	Pending
HB	BJ0475	300,048.4	6,568,878.5	452.8	-60	90	30/10/2011	121	Mineralised
HB	BJ0478	299,914.9	6,568,878.4	452.2	-60	90	30/10/2011	184	Pending
HB	BJ0479	299,872.4	6,568,877.6	452.7	-60	90	01/11/2011	199	Pending
DK	BJ0506	299,906.5	6,569,430.0	448.6	-60	90	22/11/2011	151	Pending
DK	BJ0507	299,827.7	6,569,422.8	447.6	-60	90	08/12/2011	121	Pending
DK	BJ0509	299,783.9	6,569,423.3	445.6	-60	90	09/12/2011	145	Pending
DK	BJ0523	300,035.1	6,569,501.5	447.2	-60	90	05/10/2011	199	Mineralised
DK	BJ0524	299,976.1	6,569,501.7	450.2	-55	90	19/11/2011	199	Pending
DK	BJ0525	299,932.0	6,569,501.8	450.0	-55	90	20/11/2011	211	Pending
DK	BJ0526	299,889.6	6,569,501.5	447.6	-60	90	21/11/2011	97	Pending
DK	BJ0527	299,850.4	6,569,502.2	447.9	-60	90	03/10/2011	181	Mineralised
DK	BJ0528	299,808.9	6,569,502.3	447.1	-60	90	03/10/2011	151	Mineralised
DK	BJ0529	299,767.2	6,569,501.8	446.5	-60	90	10/12/2011	151	Pending
DK	BJ0539	299,784.2	6,569,574.4	444.3	-60	90	06/10/2011	151	Mineralised
DK	BJ0541	299,699.6	6,569,575.6	443.7	-60	90	07/10/2011	187	Mineralised
DK	BJ0542	300,101.7	6,569,646.7	446.1	-60	90	13/12/2011	139	Mineralised
DK	BJ0544	300,018.7	6,569,647.2	447.4	-60	90	08/10/2011	181	Mineralised
DK	BJ0545	299,964.3	6,569,647.1	448.2	-66	90	14/12/2011	205	Pending
DK	BJ0559	300,084.7	6,569,798.5	443.9	-60	90	15/12/2011	162	Pending
DK	BJ0560	300,042.2	6,569,799.0	444.9	-60	90	17/12/2011	144	Pending
DK	BJ0564	300,081.2	6,569,730.3	447.3	-60	90	12/12/2011	145	Pending
DK	BJ0566	300,127.0	6,569,795.5	444.0	-60	90	13/12/2011	144	Pending
DK	BJ0567	300,039.5	6,569,723.0	446.7	-60	90	09/10/2011	199	Mineralised
DK	BJ0568	300,113.8	6,569,876.5	443.2	-60	90	12/10/2011	169	Mineralised

Prospect	Hole	Easting	Northing	RL	Dip	AZ	Date	Length	Comments
DK	BJ0571	299,987.0	6,569,876.4	442.0	-60	90	13/10/2011	241	Mineralised
DK	BJ0607	300,017.8	6,570,097.6	436.8	-60	90	14/11/2011	103	Pending
DK	BJ0608	299,964.8	6,570,099.4	438.5	-60	90	15/11/2011	121	Pending
DK	BJ0609	299,922.7	6,570,099.3	438.0	-60	90	15/11/2011	130	Pending
DK	BJ0610	299,880.4	6,570,097.8	438.7	-60	90	16/11/2011	175	Pending
DK	BJ0611	299,838.6	6,570,097.3	437.6	-58	90	17/11/2011	181	Pending
DK	BJ0620	299,966.2	6,570,173.1	435.0	-70	90	18/11/2011	133	Pending
DK	BJ0621	299,906.4	6,570,172.2	437.6	-60	90	19/11/2011	151	Pending
DK	BJ0622	299,866.8	6,570,171.7	435.5	-60	90	20/11/2011	175	Pending
DK	BJ0624	299,778.9	6,570,174.9	439.6	-60	90	14/10/2011	211	Mineralised
DK	BJ0633	299,850.9	6,570,247.8	439.6	-60	90	15/10/2011	175	Mineralised
DK	BJ0644	299,843.8	6,570,320.8	439.1	-57	90	15/12/2011	211	Mineralised
DK	BJ0662	299,781.0	6,570,397.2	437.9	-60	90	17/10/2011	229	Mineralised
DK	BJ0663	299,741.3	6,570,396.4	437.7	-60	90	19/10/2011	253	Mineralised
DK	BJ0664	299,700.4	6,570,396.3	437.4	-57	90	12/12/2011	211	Pending
BC	BJ0679	300,051.3	6,570,473.7	438.1	-60	90	13/12/2011	157	Pending
BC	BJ0680	300,009.5	6,570,474.5	437.8	-62	90	13/10/2011	172	Mineralised
BC	BJ0683	299,909.2	6,570,475.4	438.1	-60	90	15/10/2011	199	Mineralised
BC	BJ0686	299,825.4	6,570,475.0	437.7	-58	90	17/10/2011	175	Pending
BC	BJ0688	299,744.5	6,570,472.4	437.0	-60	90	19/10/2011	253	Mineralised
BC	BJ0689	299,701.8	6,570,471.0	435.0	-60	90	29/11/2011	205	Pending
BC	BJ0693	299,964.0	6,570,550.3	437.5	-68	90	30/11/2011	175	Pending
BC	BJ0694	299,902.8	6,570,549.1	437.1	-60	90	22/10/2011	193	Pending
BC	BJ0697	299,777.2	6,570,549.0	437.1	-60	90	24/10/2011	223	Mineralised
BC	BJ0698	299,735.8	6,570,549.3	436.6	-60	90	01/12/2011	247	Pending
BC	BJ0716	300,031.9	6,570,626.0	435.8	-60	90	07/10/2011	187	Mineralised
BC	BJ0718	299,908.9	6,570,625.7	431.6	-60	90	09/10/2011	181	Mineralised
BC	BJ0719	299,846.8	6,570,626.1	436.0	-50	90	17/12/2011	163	Pending
BC	BJ0720	299,822.3	6,570,625.7	436.5	-60	90	13/10/2011	229	Mineralised
BC	BJ0721	299,780.7	6,570,624.9	436.5	-57	90	06/12/2011	241	Pending
BC	BJ0722	299,738.3	6,570,623.4	436.3	-60	90	08/12/2011	229	Pending
BC	BJ0731	299,930.3	6,570,698.5	431.1	-60	90	02/11/2011	187	Pending
BC	BJ0732	299,891.5	6,570,699.8	431.1	-60	90	18/11/2011	169	Pending
BC	BJ0735	299,815.8	6,570,700.3	432.4	-63	90	01/12/2011	181	Pending
BC	BJ0736	299,768.3	6,570,698.7	436.0	-62	90	10/12/2011	229	Pending
BC	BJ0768	299,988.4	6,570,775.4	434.9	-60	90	29/11/2011	121	Pending
BC	BJ0769	299,948.5	6,570,772.8	432.2	-60	90	16/11/2011	139	Pending
BC	BJ0770	299,906.0	6,570,777.2	434.4	-60	90	11/12/2011	163	Pending
BC	BJ0772	299,820.6	6,570,786.9	434.6	-58	90	15/11/2011	175	Pending
BC	BJ0774	299,736.8	6,570,777.1	435.3	-60	90	13/11/2011	217	Pending
BC	BJ0785	299,944.6	6,570,848.8	435.3	-60	90	20/10/2011	181	Pending

Prospect	Hole	Easting	Northing	RL	Dip	AZ	Date	Length	Comments
BC	BJ0791	299,903.5	6,570,849.0	435.6	-60	90	21/10/2011	199	Mineralised
BC	BJ0792	299,857.6	6,570,848.5	434.5	-60	90	23/10/2011	223	Mineralised
BC	BJ0809	299,741.4	6,570,851.5	434.9	-60	90	22/11/2011	223	Pending
BC	BJ0816	299,932.6	6,570,924.8	433.1	-60	90	24/10/2011	157	Pending
BC	BJ0819	299,810.2	6,570,925.8	432.7	-60	90	01/11/2011	169	Pending
BC	BJ0831	299,876.8	6,570,998.1	434.6	-60	90	12/11/2011	151	Pending
BC	BJ0834	299,970.0	6,570,997.8	430.4	-60	90	14/11/2011	103	Pending
BC	BJ0863	300,004.7	6,571,071.0	434.5	-76	90	13/11/2011	91	Pending
BC	BJ0877	299,871.2	6,571,149.0	433.9	-60	90	13/11/2011	169	Pending
HB	BJ1258	299,837.4	6,568,635.3	456.1	-60	90	06/11/2011	198	Pending
HB	BJ1259	299,794.0	6,568,634.7	455.6	-62	90	24/11/2011	229	Pending
HB	BJ1260	299,754.3	6,568,633.8	454.3	-60	90	26/11/2011	241	Pending
HB	BJ1297	299,617.5	6,567,916.0	440.9	-60	90	02/10/2011	205	Mineralised
HB	BJ1455	299,745.1	6,568,481.5	451.6	-60	90	24/11/2011	259	Pending
HB	BJ1924	299,826.9	6,568,733.0	455.0	-60	90	03/11/2011	211	Pending
HB	BJ1925	299,782.4	6,568,733.5	454.2	-60	90	03/11/2011	229	Pending
HB	BJ1948	299,730.7	6,568,784.1	452.6	-60	90	31/10/2011	259	Mineralised
HB	BJ1959	299,785.0	6,568,537.1	453.3	-60	90	05/11/2011	241	Pending
BE	BJ1973	299,706.5	6,565,653.1	423.9	-60	90	21/11/2011	120	Pending
BE	BJ1977	299,788.1	6,565,724.2	424.4	-60	90	19/11/2011	84	Pending
BE	BJ1979	299,701.9	6,565,725.2	424.2	-60	90	20/11/2011	108	Pending
BE	BJ1983	299,799.2	6,566,025.6	426.1	-60	90	10/11/2011	72	Pending
BE	BJ1985	299,714.6	6,566,021.7	425.7	-60	90	11/11/2011	102	Pending
BE	BJ1992	299,824.1	6,566,425.4	428.9	-60	90	22/11/2011	120	Pending
BE	BJ1993	299,784.3	6,566,423.7	428.3	-60	90	11/10/2011	120	Mineralised
BE	BJ1994	299,738.7	6,566,425.6	428.3	-60	90	12/10/2011	131	Mineralised
BE	BJ1996	299,654.3	6,566,424.6	428.0	-60	90	15/10/2011	180	Mineralised
BE	BJ2001	299,907.2	6,566,626.4	430.8	-60	90	26/11/2011	78	Pending
BE	BJ2002	299,862.7	6,566,625.2	430.1	-60	90	26/11/2011	96	Pending
BE	BJ2003	299,821.1	6,566,625.6	429.7	-60	90	16/10/2011	128	Mineralised
TI	BJ2021	299,523.0	6,567,151.4	433.4	-60	90	29/10/2011	211	Pending
PH	BJ2055	299,505.8	6,567,272.4	432.9	-62	90	02/10/2011	247	Mineralised
PH	BJ2065	299,462.1	6,567,347.4	433.4	-60	90	04/10/2011	241	Mineralised
BE	BJ2112	299,698.4	6,566,550.1	428.7	-60	90	21/10/2011	192	Mineralised
BE	BJ2113	299,656.0	6,566,549.6	428.5	-80	90	01/11/2011	211	Mineralised
BE	BJ2114	299,613.3	6,566,550.6	428.2	-60	90	24/10/2011	216	Pending
DK	BJ2118	299,888.1	6,569,722.5	447.4	-60	90	11/10/2011	199	Mineralised
BC	BJ2124	300,032.7	6,570,548.0	437.5	-60	90	11/11/2011	127	Pending
BC	BJ2125	299,993.0	6,570,546.9	437.4	-60	90	23/10/2011	151	Mineralised
HB	BJ2146	299,787.6	6,568,876.7	452.1	-60	90	28/11/2011	217	Pending
TI	BJ2160	299,472.6	6,566,925.7	431.4	-60	90	04/10/2011	192	Mineralised

Prospect	Hole	Easting	Northing	RL	Dip	AZ	Date	Length	Comments
TI	BJ2163	299,491.4	6,566,999.3	431.6	-61	90	28/11/2011	241	Pending
PH	BJ2188	299,427.9	6,567,475.8	434.6	-60	90	10/10/2011	252	Mineralised
PH	BJ2190	299,448.0	6,567,522.6	435.4	-63	90	26/11/2011	253	Pending
BE	BJ2198	299,740.6	6,566,625.7	429.4	-60	90	18/10/2011	168	Mineralised
BE	BJ2199	299,690.7	6,566,626.5	429.1	-60	90	28/11/2011	192	Pending
BE	BJ2200	299,655.8	6,566,626.8	428.8	-60	90	19/10/2011	210	Mineralised
BE	BJ2276	299,823.8	6,566,322.1	428.1	-60	90	02/11/2011	78	Pending
BE	BJ2277	299,782.4	6,566,321.6	427.7	-60	90	02/11/2011	90	Pending
BE	BJ2278	299,739.5	6,566,321.2	427.4	-60	90	03/11/2011	108	Pending
BE	BJ2279	299,695.9	6,566,324.7	427.3	-60	90	04/11/2011	132	Pending
BE	BJ2281	299,610.0	6,566,325.4	427.8	-60	170	11/12/2011	168	Pending
BE	BJ2305	299,795.0	6,565,800.4	424.8	-60	90	17/11/2011	78	Pending
BE	BJ2306	299,755.2	6,565,802.3	424.7	-60	90	18/11/2011	108	Pending
BE	BJ2307	299,710.2	6,565,803.7	424.8	-60	90	18/11/2011	126	Pending
BE	BJ2310	299,766.8	6,565,876.1	425.1	-60	90	15/11/2011	102	Pending
BE	BJ2311	299,732.8	6,565,874.8	424.9	-60	90	16/11/2011	108	Pending
BE	BJ2314	299,842.7	6,565,951.1	425.9	-60	90	15/11/2011	60	Pending
BE	BJ2315	299,798.9	6,565,951.1	425.6	-60	90	12/11/2011	84	Pending
BE	BJ2316	299,758.1	6,565,950.6	425.5	-60	90	13/11/2011	102	Pending
BE	BJ2317	299,714.8	6,565,949.9	425.4	-60	90	13/11/2011	120	Pending
BE	BJ2318	299,672.7	6,565,950.9	425.3	-60	90	14/11/2011	138	Pending
BE	BJ2322	299,757.8	6,566,100.7	426.2	-60	90	08/11/2011	108	Pending
BE	BJ2323	299,667.7	6,566,098.4	426.0	-60	90	09/11/2011	138	Pending
BE	BJ2326	299,720.3	6,566,173.4	427.6	-60	90	07/11/2011	90	Pending
BE	BJ2327	299,687.8	6,566,173.7	426.8	-60	90	04/12/2011	109	Pending
BE	BJ2331	299,591.5	6,566,274.7	428.3	-67	90	05/11/2011	192	Pending
BE	BJ2332	299,624.7	6,566,372.3	427.6	-60	90	25/11/2011	210	Pending
TI	BJ2339	299,681.0	6,566,707.3	429.4	-70	270	02/12/2011	253	Pending
TI	BJ2340	299,675.4	6,566,785.4	429.6	-70	270	04/12/2011	229	Pending
TI	BJ2341	299,558.5	6,566,848.9	431.6	-65	90	29/10/2011	235	Mineralised
BE	BJ2342	299,583.8	6,566,424.6	427.7	-64	90	08/12/2011	205	Pending
BE	BJ2343	299,595.2	6,566,474.7	427.6	-80	90	29/10/2011	204	Mineralised
BC	BJ2344	299,902.6	6,570,521.7	437.5	-90	0	05/10/2011	108	Mineralised
DK	BJ2345	299,828.9	6,569,574.1	444.9	-60	90	07/11/2011	139	Pending
DK	BJ2346	299,872.1	6,569,573.5	447.8	-60	90	07/11/2011	121	Pending
DK	BJ2347	299,914.0	6,569,573.1	448.9	-60	90	11/11/2011	103	Pending
DK	BJ2348	299,828.6	6,569,598.5	446.2	-60	90	08/11/2011	139	Pending
DK	BJ2349	299,870.7	6,569,598.8	447.2	-60	90	08/11/2011	103	Pending
DK	BJ2350	299,828.6	6,569,622.1	446.1	-60	90	06/11/2011	139	Pending
DK	BJ2351	299,871.7	6,569,623.7	447.9	-60	90	06/11/2011	103	Pending
DK	BJ2352	299,801.6	6,569,648.1	444.5	-60	90	09/11/2011	163	Pending

Prospect	Hole	Easting	Northing	RL	Dip	AZ	Date	Length	Comments
DK	BJ2353	299,842.0	6,569,648.7	447.1	-60	90	09/11/2011	145	Pending
DK	BJ2354	299,883.9	6,569,648.1	448.8	-60	90	08/11/2011	121	Pending
DK	BJ2355	299,759.0	6,569,674.2	442.6	-60	90	08/11/2011	163	Pending
DK	BJ2356	299,801.4	6,569,674.9	446.1	-60	90	07/11/2011	139	Pending
DK	BJ2357	299,843.0	6,569,673.8	446.6	-60	90	06/11/2011	121	Pending
DK	BJ2358	299,802.2	6,569,700.3	446.1	-60	90	10/11/2011	139	Pending
DK	BJ2359	299,889.4	6,569,701.1	447.5	-60	90	11/11/2011	103	Pending
DK	BJ2360	299,758.8	6,569,724.8	443.3	-60	90	11/11/2011	163	Pending
DK	BJ2361	299,801.7	6,569,725.7	444.6	-60	90	09/11/2011	139	Pending
DK	BJ2362	299,843.7	6,569,723.8	444.1	-60	90	09/11/2011	121	Pending
BE	BJ2412	299,597.4	6,566,450.9	428.0	-80	270	07/12/2011	199	Pending
BE	BJ2414	299,602.3	6,566,303.5	428.1	-80	270	10/12/2011	222	Pending

Table 2: Intersection summary from drill assays received between 30 September and 31 December 2011.

Hole	From	To	Width	Au g/t	Includes
BJ0261	44	58	14	1.94	7m at 3.12 g/t Au from 44m
BJ0261	125	129	4	5.34	1m at 17.30 g/t Au from 125m
BJ0370	90	102	12	1.30	
BJ0371	187	204	17	7.50	6m at 19.72 g/t Au from 195m
BJ0371	161	175	14	1.30	
BJ0381	21	35	14	2.41	4m at 6.00 g/t Au from 28m
BJ0381	62	88	26	0.83	
BJ0381	154	162	8	1.54	1m at 8.92 g/t Au from 156m
BJ0381	126	132	6	1.51	
BJ0384	123	142	19	1.31	
BJ0398	120	129	9	1.32	
BJ0402	77	99	22	0.62	
BJ0405	21	41	20	3.45	3m at 11.54 g/t Au from 27m and 7m at 3.65 g/t Au from 33m
BJ0405	128	145	17	1.37	1m at 16.40 g/t Au from 143m
BJ0461	65	99	34	0.59	
BJ0461	34	45	11	1.08	
BJ0466	45	55	10	2.48	5m at 4.13 g/t Au from 50m
BJ0478	141	155	14	1.08	1m at 8.01 g/t Au from 150m
BJ0478	136	140	4	3.26	
BJ0479	86	93	7	1.42	
BJ0567	140	146	6	2.93	1m at 12.55 g/t Au from 144m
BJ0571	180	181	1	27.70	
BJ0611	87	98	11	1.38	
BJ0620	69	81	12	1.07	

Hole	From	To	Width	Au g/t	Includes
BJ0662	113	141	28	1.03	
BJ0686	76	123	47	0.74	
BJ0694	39	52	13	1.87	
BJ0694	165	169	4	4.57	
BJ0697	190	203	13	2.22	2m at 11.96 g/t Au from 194m
BJ0697	133	151	18	1.05	
BJ0718	28	53	25	0.98	7m at 1.87 g/t Au from 36m
BJ0720	91	113	22	0.75	
BJ0772	94	128	34	1.12	5m at 2.76 g/t Au from 116m
BJ0774	100	101	1	19.30	
BJ0785	25	49	24	0.74	
BJ0785	56	65	9	1.33	6m at 1.73 g/t Au from 56m
BJ0791	36	67	31	0.75	
BJ1218	124	127	3	3.58	
BJ1253	13	23	10	1.11	
BJ1255	75	97	22	0.70	
BJ1257	92	105	13	3.45	4m at 10.25 g/t Au from 92m
BJ1258	180	197	17	0.80	
BJ1297	182	199	17	3.37	1m at 48.80 g/t Au from 182m
BJ1297	63	79	16	1.75	3m at 7.46 g/t Au from 69m
BJ1297	127	138	11	1.08	
BJ1303	175	176	1	7.19	
BJ1380	148	173	25	0.63	
BJ1921	94	106	12	1.55	
BJ1945	113	122	9	3.52	1m at 28.50 g/t Au from 119m
BJ1947	99	100	1	12.50	
BJ1959	185	193	8	1.97	
BJ1979	18	19	1	73.10	
BJ1996	35	49	14	1.54	1m at 8.32 g/t Au from 43m
BJ1996	126	138	12	1.17	
BJ1996	115	121	6	1.88	1m at 7.65 g/t Au from 115m
BJ2029	116	137	21	0.63	
BJ2053	157	161	4	2.68	
BJ2064	176	187	11	2.41	1m at 11.25 g/t Au from 186m
BJ2066	65	79	14	2.40	2m at 9.39 g/t Au from 73m and 1m at 10.65 g/t Au from 78m
BJ2083	130	144	14	2.51	6m at 2.01 g/t Au from 130m and 2m at 10.68 g/t Au from 141m
BJ2083	170	171	1	7.33	
BJ2085	55	57	2	5.01	1m at 9.39 g/t Au from 56m
BJ2095	69	73	4	2.62	

Hole	From	To	Width	Au g/t	Includes
BJ2096	86	93	7	1.53	
BJ2112	140	147	7	1.53	
BJ2113	144	161	17	1.27	5m at 2.54 g/t Au from 147m
BJ2151	175	195	20	0.77	
BJ2162	95	104	9	1.06	
BJ2124	107	108	1	7.89	
BJ2334	128	136	8	1.61	
BJ2337	126	133	7	2.04	
BJ2341	179	191	12	2.12	3m at 6.58 g/t Au from 181m
BJ2343	79	82	3	3.69	1m at 10.10 g/t Au from 80m
BJ2349	37	45	8	2.44	3m at 5.44 g/t Au from 39m
BJ2349	50	58	8	1.49	
BJ2356	116	126	10	1.17	
BJ2356	134	138	4	2.66	
BJ2357	70	76	6	2.11	
BJ2357	46	57	11	1.00	
BJM024	19	38	19	2.48	4m at 8.04 g/t Au from 32m