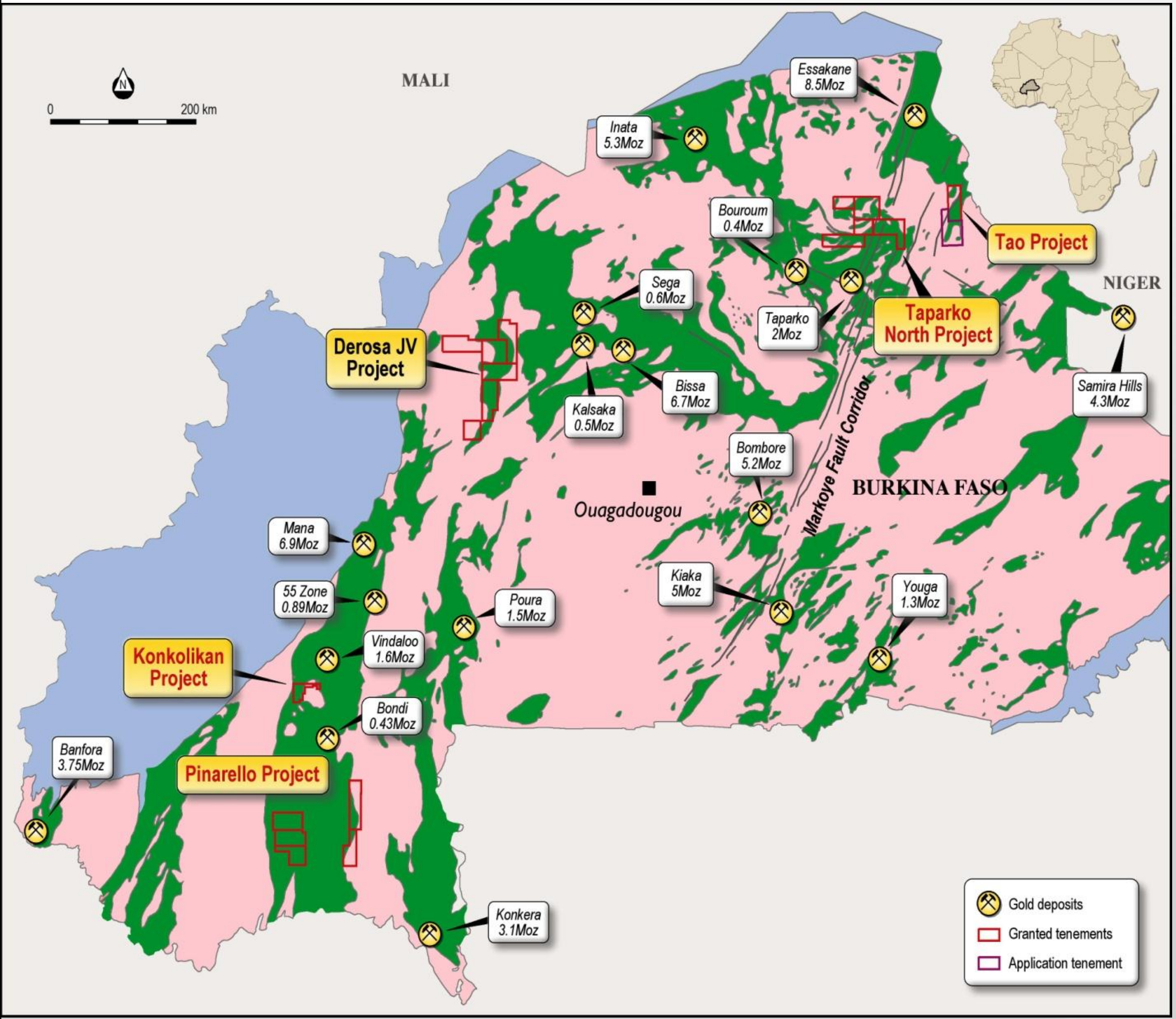
Canyon Resources

Gold Exploration in Burkina Faso
Pinarello and Konkolikan Projects

May 2013

Canyon Resources



- Five highly prospective gold projects in the north, east and south of Burkina Faso
  - Pinarello Project
  - Konkolikan Project
  - Tao Project
  - Taparko North Project
  - Derosa Project (exploration fully funded by JV partner earning up to 75%)
- Footprint of 18 permits over 3,500km^2
- $2.3M cash
- Projects over the Birimian Greenstones of West Africa in favourable geological and structural positions

Corporate

Canyon Resources Limited	ASX:CAY
Shares on Issue[1]	71.5 million
Market Cap @ 12c	**$8.6 million**
Listed Options on issue (16c)	14.1 million
Cash	$2.3 million
Debt	nil
Enterprise Value	**$6.3 million**

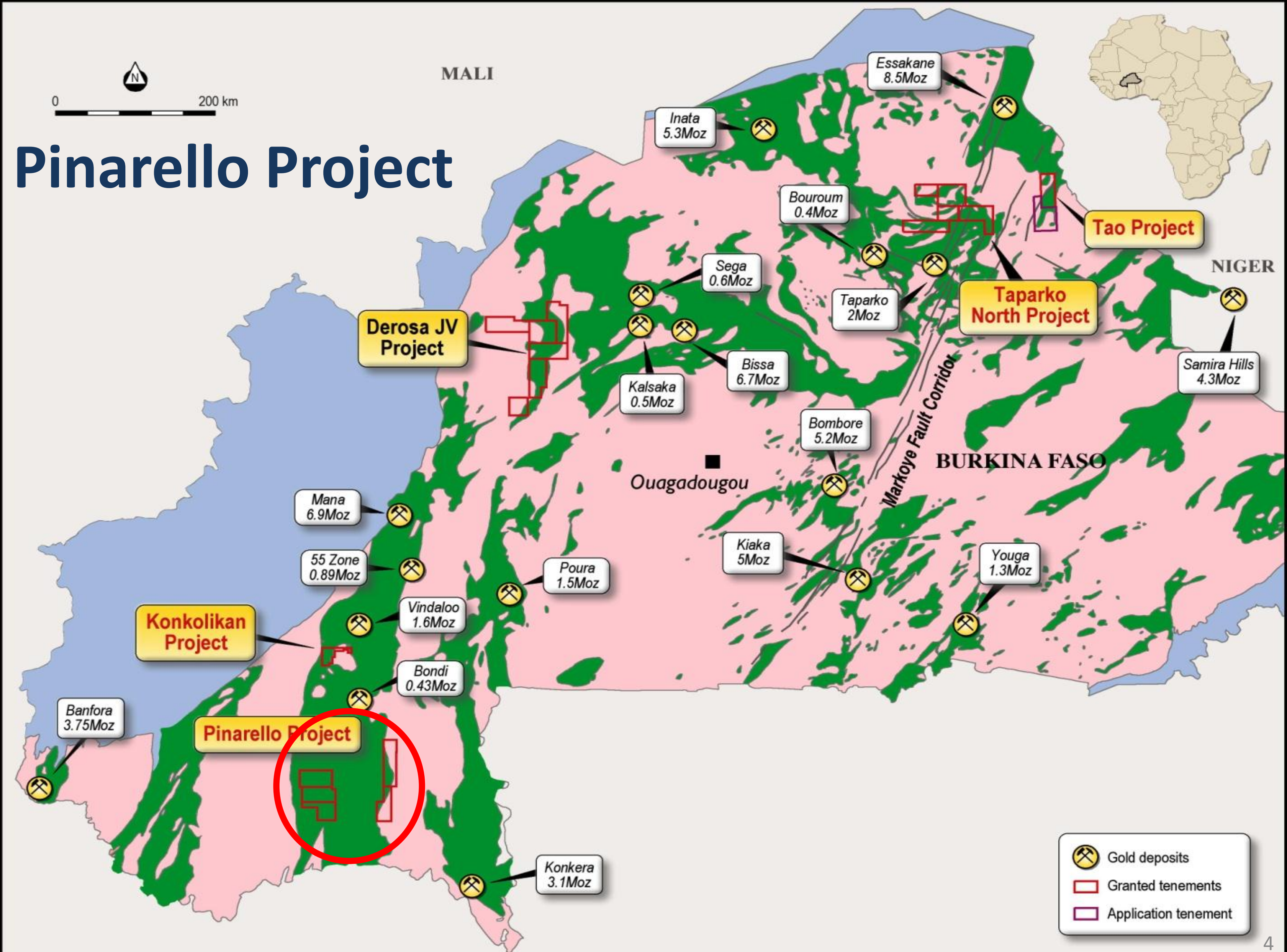
Notes

1. 5 Class A shares and 10 Class B shares are on issue, which are convertible into 5 million and 10 million ordinary shares respectively, upon achievement of certain milestones at the Tao and Taparko North Projects, including a minimum of 500,000 ounce gold resource and 1Moz gold resource respectively

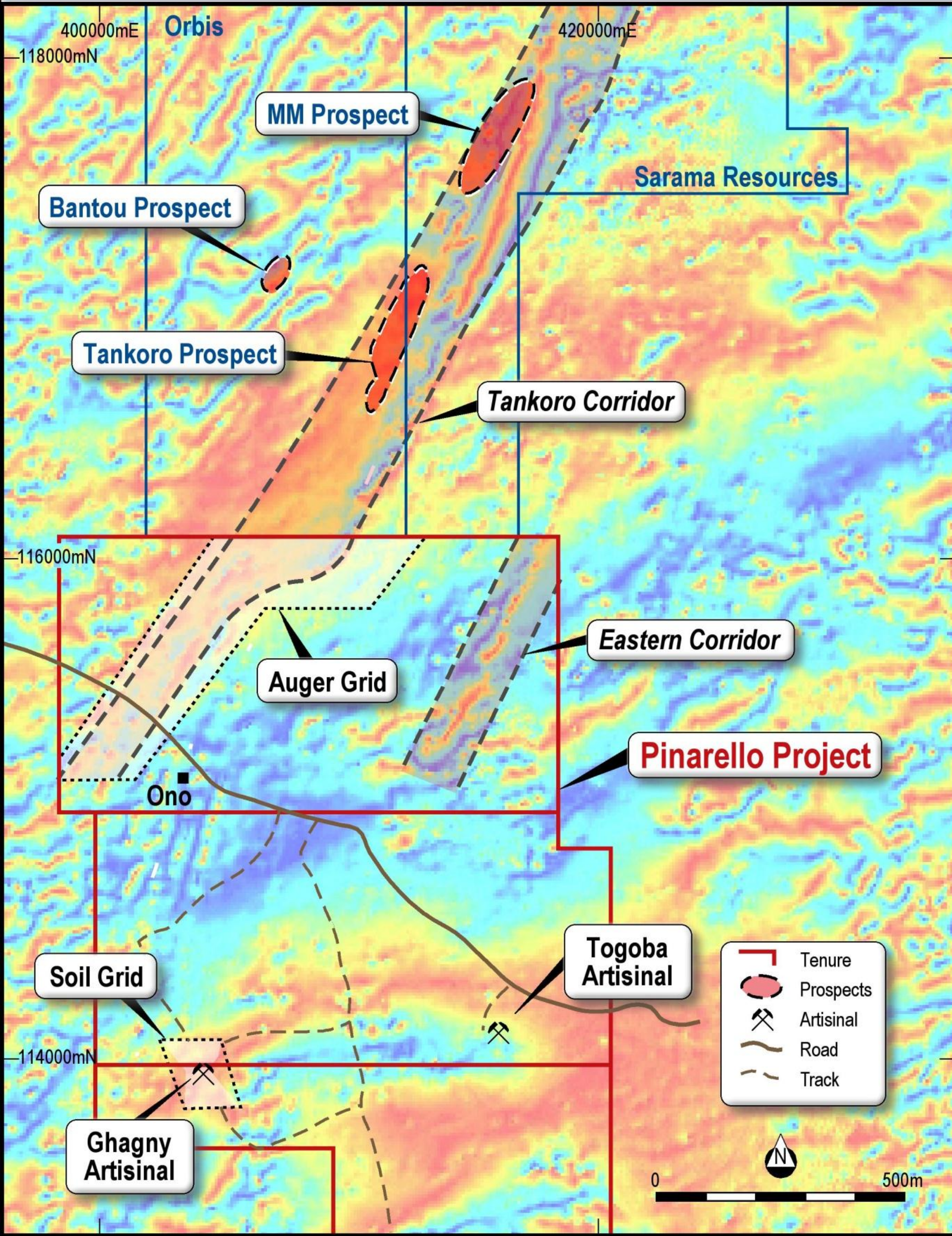
Top Shareholders	
1. Board & Management	6.7%
2. HSBC Nominees	6.1%
3. Kingslane Pty Ltd	4.4%
5. Precambrian Pty Ltd	2.6%
6. Local Burkina Driller	1.5%

Board of Directors	
Chairman	Rhod Grivas
Managing Director	Phillip Gallagher
Non Exec. Director	Matt Shackleton

Pinarello Project

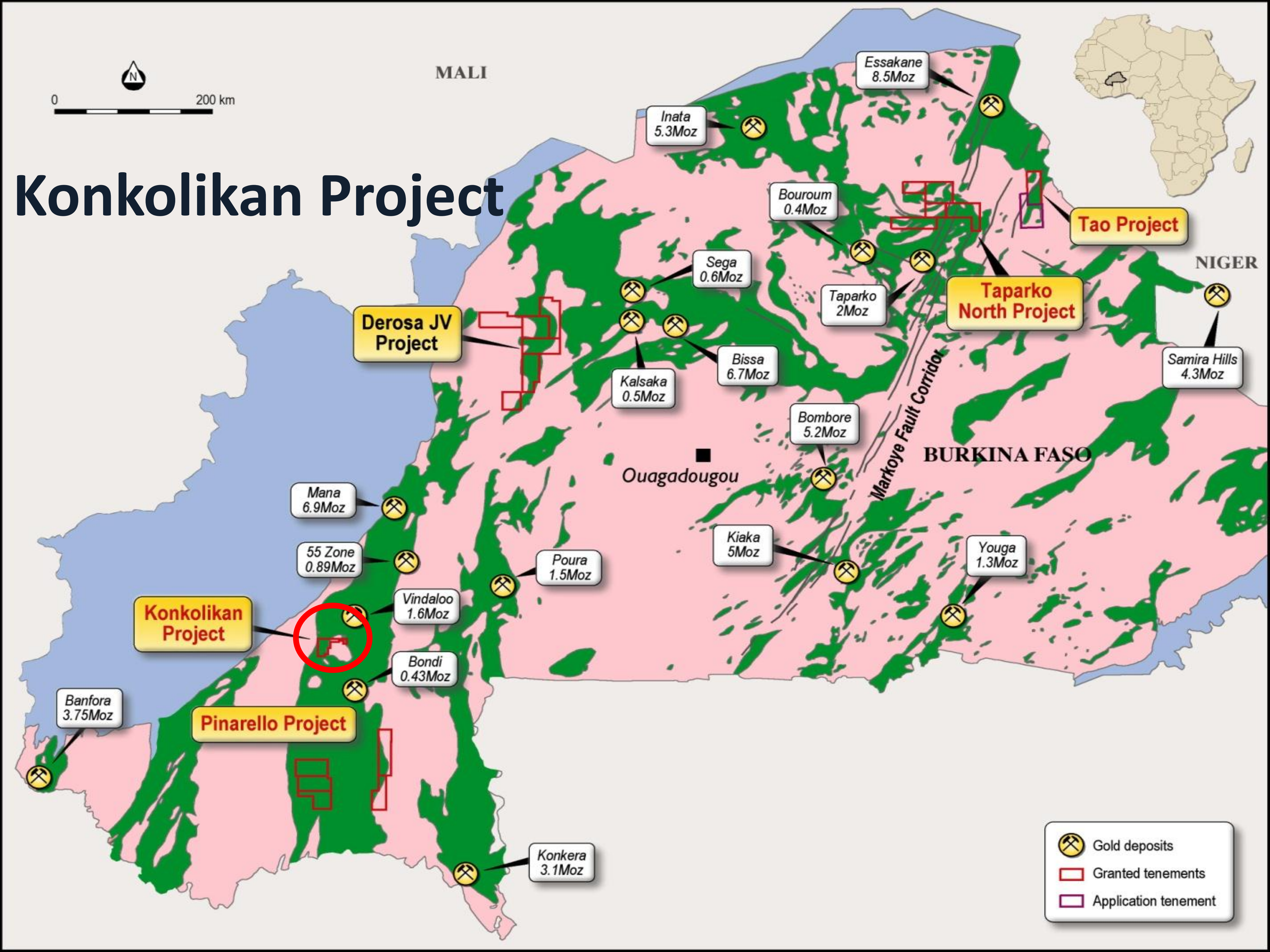


Pinarello Project
Along strike from high grade results



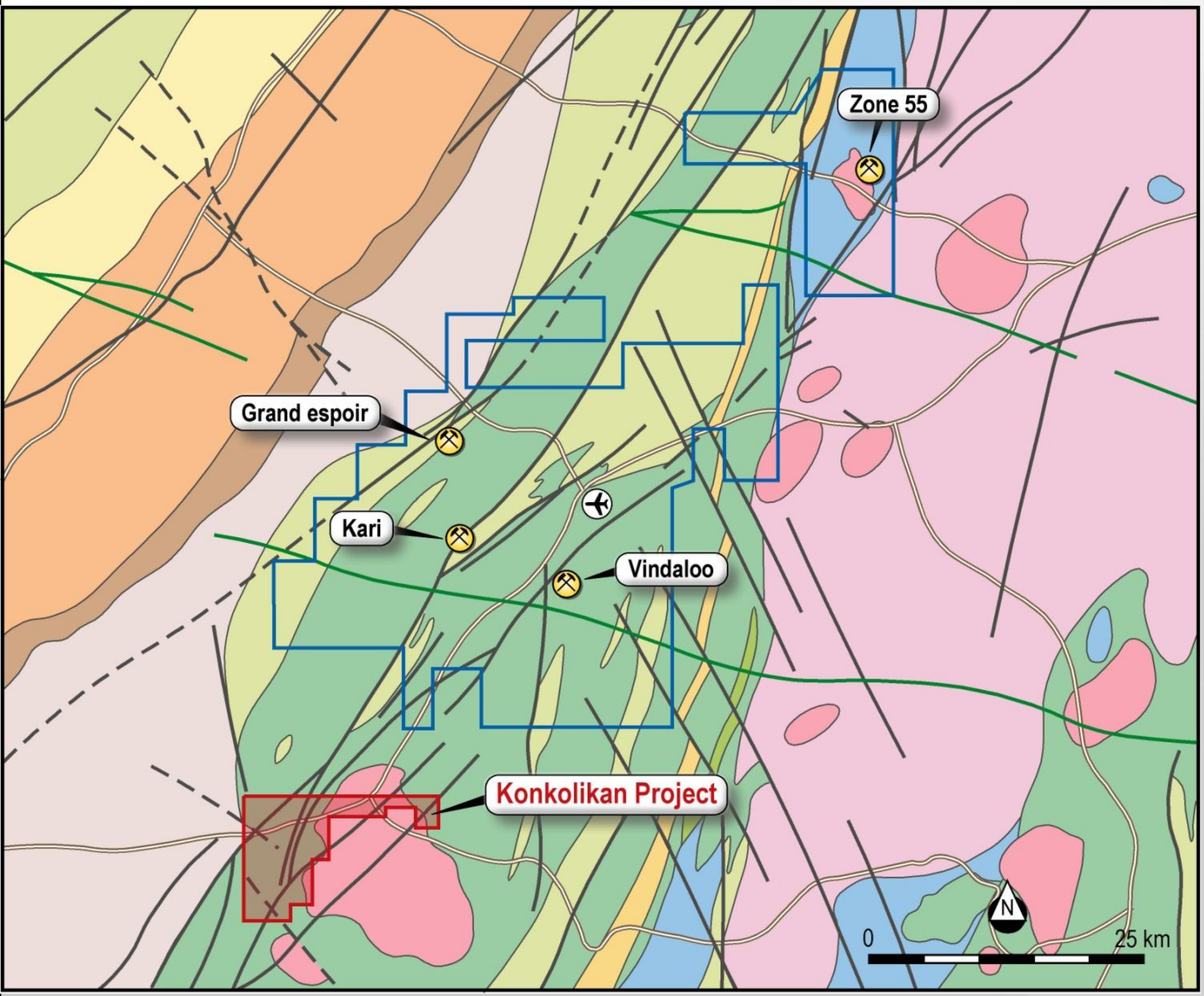
- Along strike and contiguous to Sarama Resources' South Houndé Project
  - **5.3m @ 5.18g/t Au**
  - **15.5m @ 6.61 g/t Au**
  - **14m @ 5.71 g/t Au**
- Contiguous to Orbis Gold's Bantou Project Bantou Project
  - **8m @ 80.32 g/t Au**
  - **16m @ 10.20g/t Au**
  - **9m @ 16.79g/t Au**
- Active artisanal mining on the project
- Activity significantly increased on the Houndé Gold Belt following recent high grade exploration successes in proximity to CAY permits
- Auger soil geochem and soil sampling campaign recently completed, results pending

Konkolikan Project



Konkolikan Project

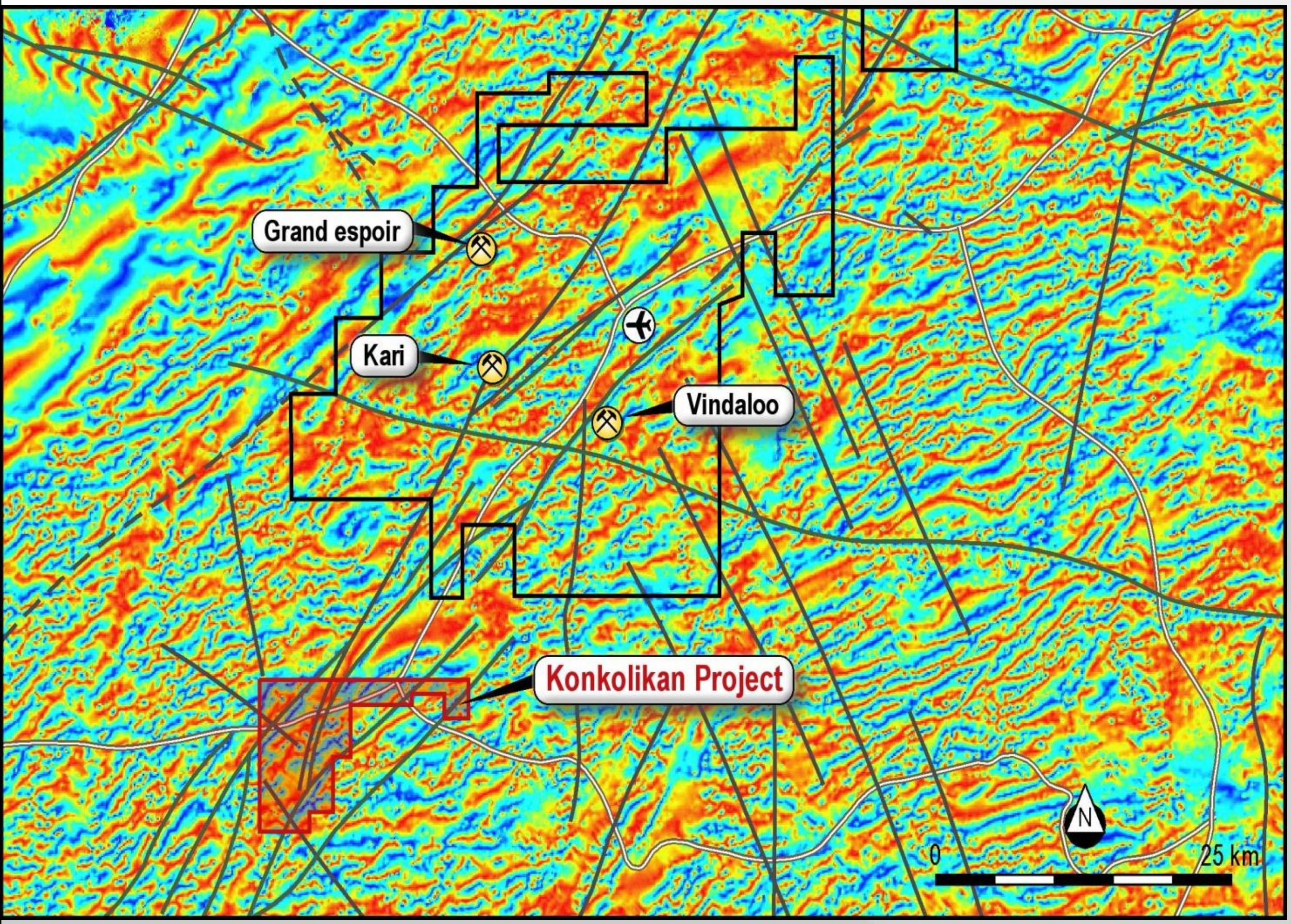
On the Gold Endowed Houndé Belt



- On the highly prospective Houndé greenstone belt – an emerging gold camp
- Along strike from some of West Africa's highest grade deposits
- Rox Gold's 55 Zone deposit
  - Indicated 679Koz Au @ 15.7g/t
  - Inferred 216Koz Au @ 8.9g/t
- Endeavour Mining's Vindaloo deposit
  - Total 2.2Moz Au @ 1.91g/t

Konkolikan Project

On the Gold Endowed Houndé Belt



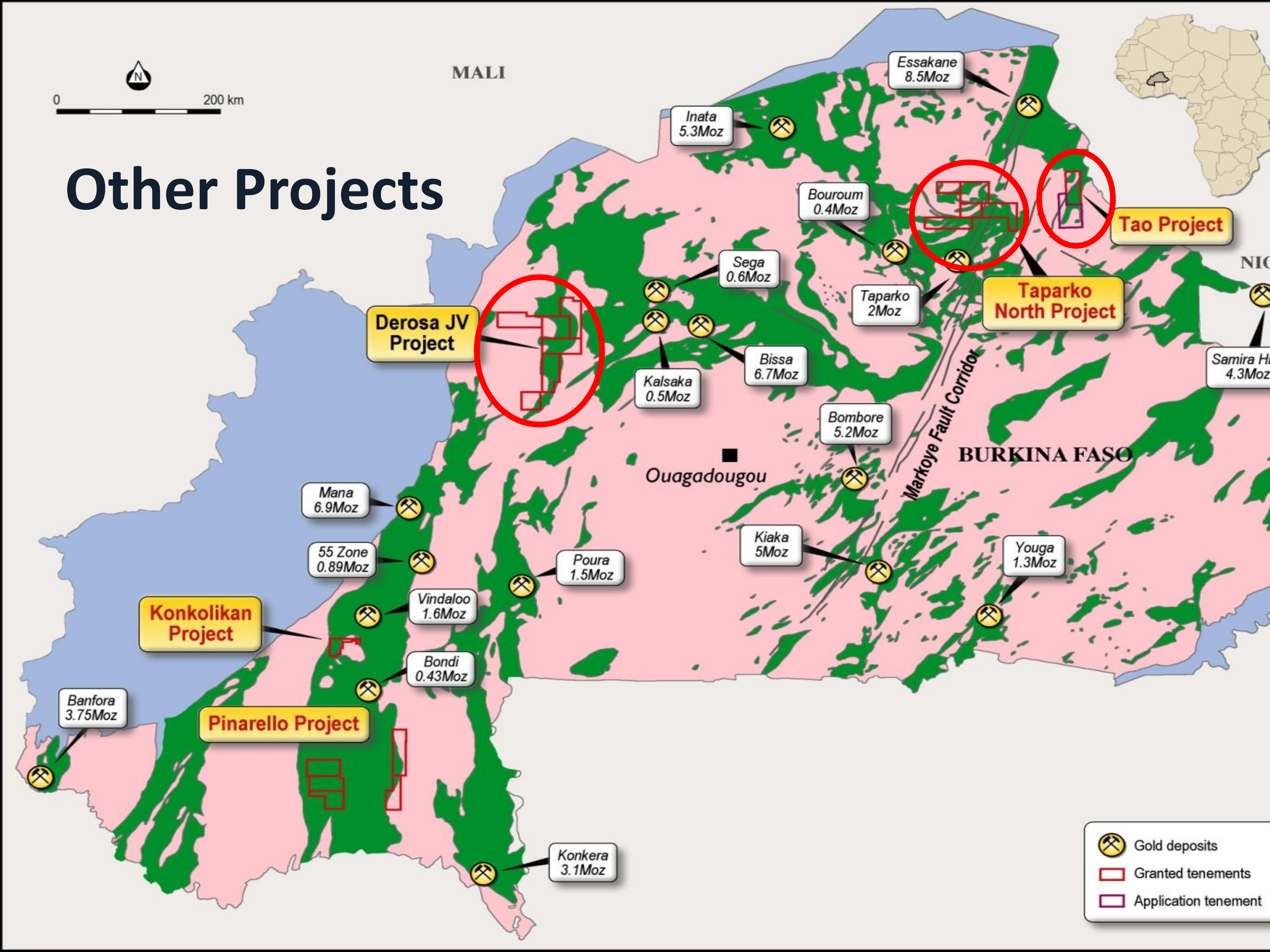
- Similar geological setting to 55 Zone.
- Exploration commencing on the project May 2013
  - Aeromagnetics
  - Soil sampling, rock chip sampling and trenching
  - Geological mapping
  - Similar techniques to those successfully used by peers in the region

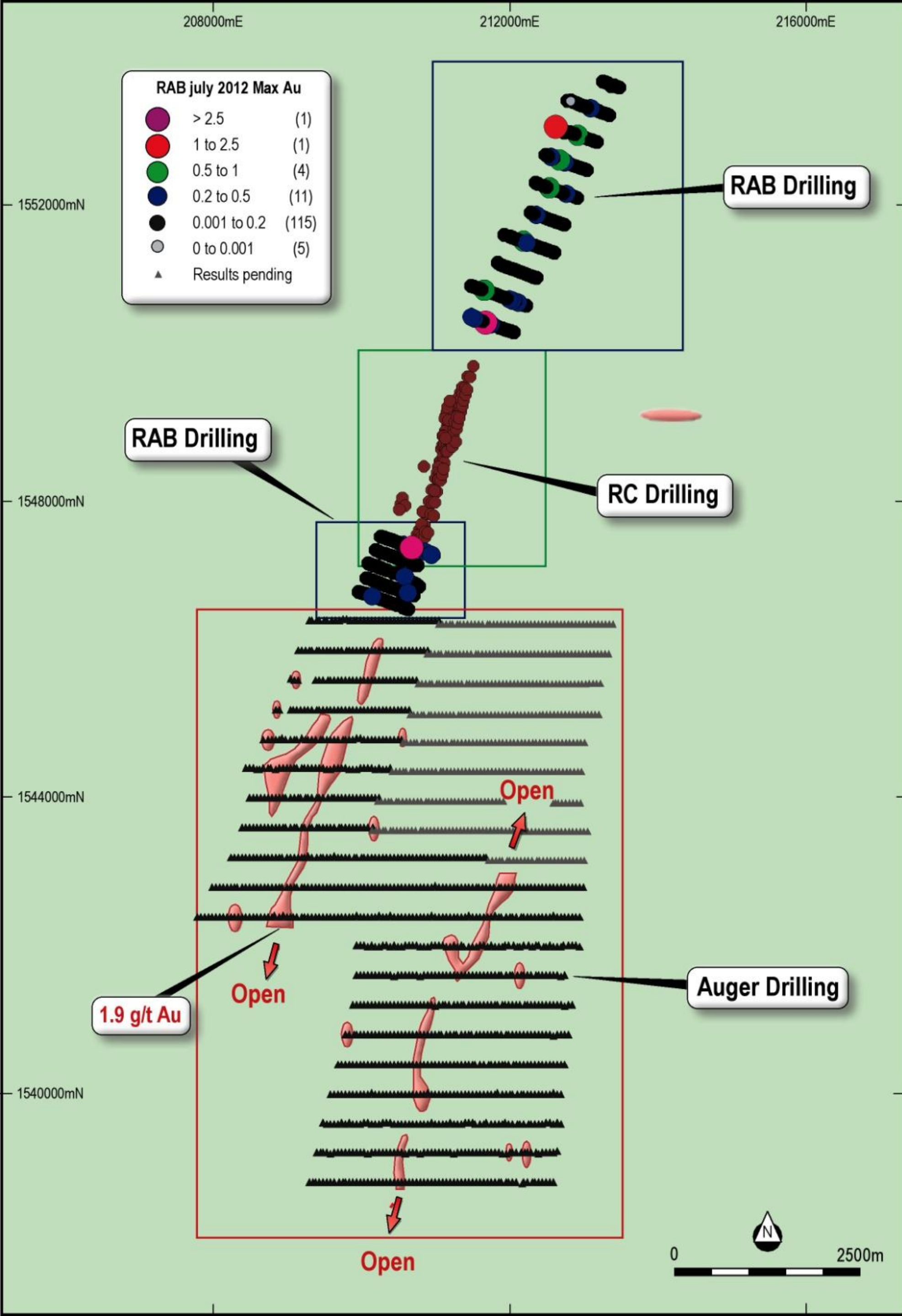
Company Highlights

Opportunity for strong share price growth with excellent leverage to exploration success in West Africa

- Five highly prospective gold projects in Burkina Faso
- Contiguous land packages along strike from operating multi-million ounce gold mines
- Pinarello and Konkolikan Projects along strike from high grade deposits on the Houndé gold belt
- Tao Project shows potential for significant strike length extensions and further high grade zones
- Taparko North Project indicates potential for a VMS style deposit
- Tight capital structure
  - Only 71.5m shares on issue
  - Top 20 shareholders hold over 35% of the Company
  - Tightly held and supportive shareholder base
- $2.3m cash on hand
- A near term focus to advance its West African projects whilst continuing to review and act upon new opportunities

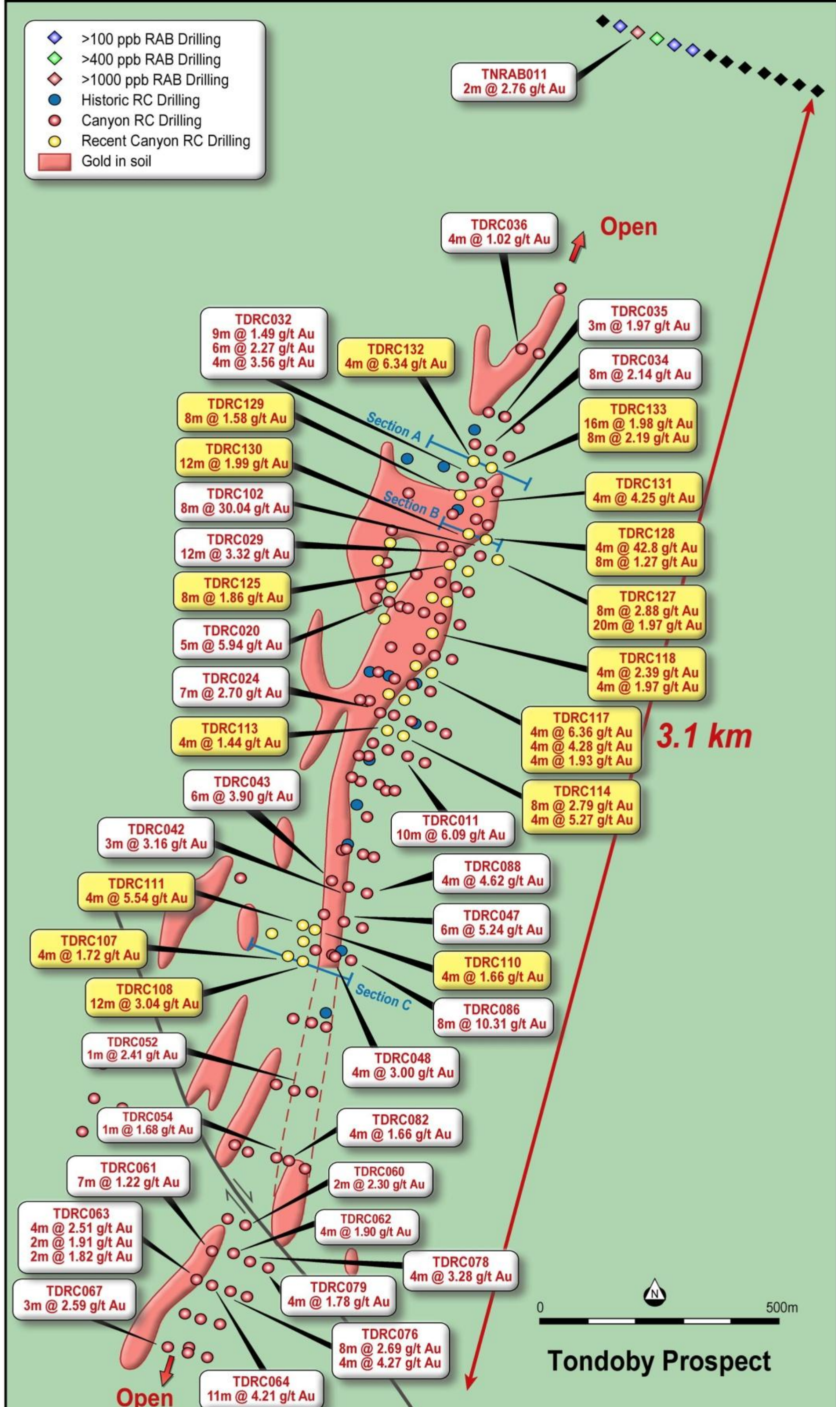
Other Projects





Tao Project

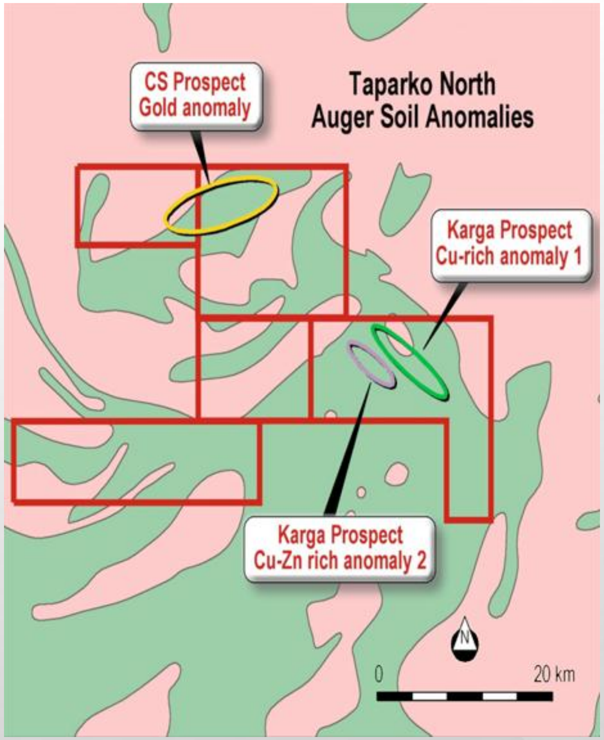
- Located in the same greenstone belt as the 8.5Moz Essakane Gold mine
- A previously untested 20km long shear zone running through the project area
- Multiple shallow artisanal mining operations directly along strike
- Exploration this season on the Tao Project
  - 3,058m of RC drilling
  - 6,959m of RAB drilling
  - Aeromagnetic survey May/June 2013
- Improved understanding of gold lode geometry has resulted in new targets
- Permit to south under application to secure extension of mineralised trend

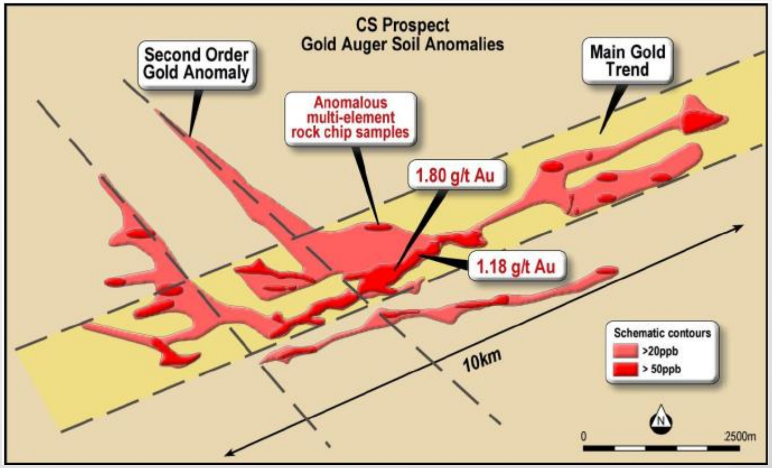


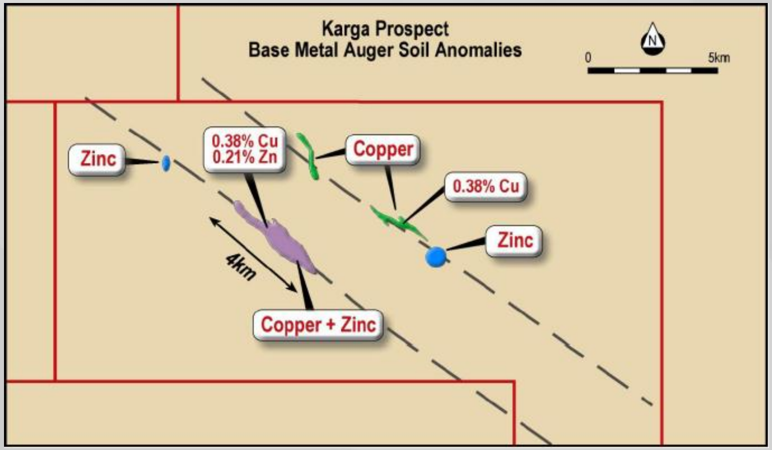
Tao Project

- High grade, shallow gold mineralisation confirmed over +3km of strike
- Tondoby Prospect remains open to the north, south and at depth
- Mineralisation identified over 12km+
- Significant RC drilling intercepts include:
  - **10m @ 6.09 g/t Au** from 84m
  - **12m @ 3.32 g/t Au** from 65m
  - **3m @ 13.90 g/t Au** from 72m
  - **11m @ 4.21 g/t Au** from 44m
- 4m composite result highlights include:
  - **8m @ 30.04 g/t Au**, incl 4m @ 58.7 g/t Au
  - **4m @ 42.8 g/t Au**
  - **8m @ 10.31 g/t Au**
  - **20m @ 1.97 g/t Au**
  - **12m @ 3.04 g/t Au**
  - **4m @ 4.62 g/t Au**

Taparko North Project







CS Prospect

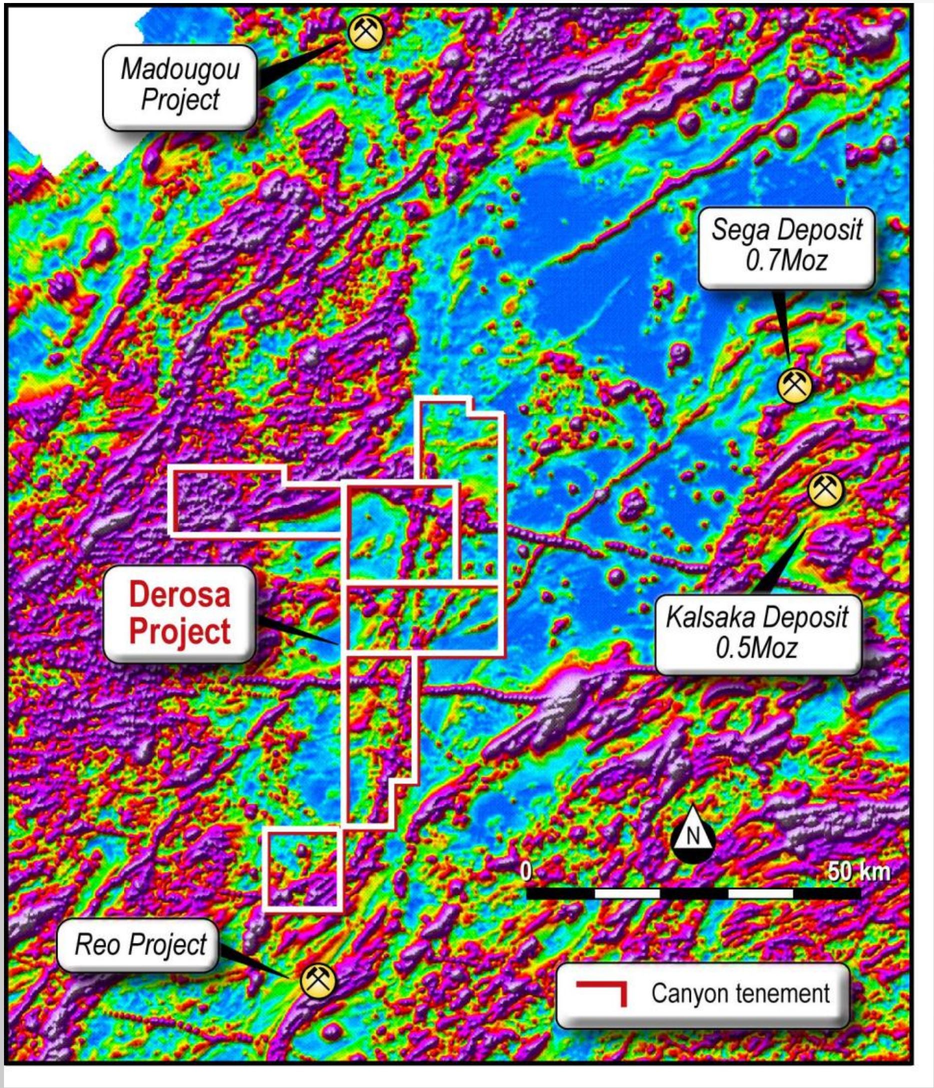
- 10km long +20ppb gold anomaly
- Plan to follow up RAB drilling in 2013

Karga Prospect

- Two separate +3km long multi element anomalies
- Plan to commence RAB drilling on Cu/Zn anomalies in 2013

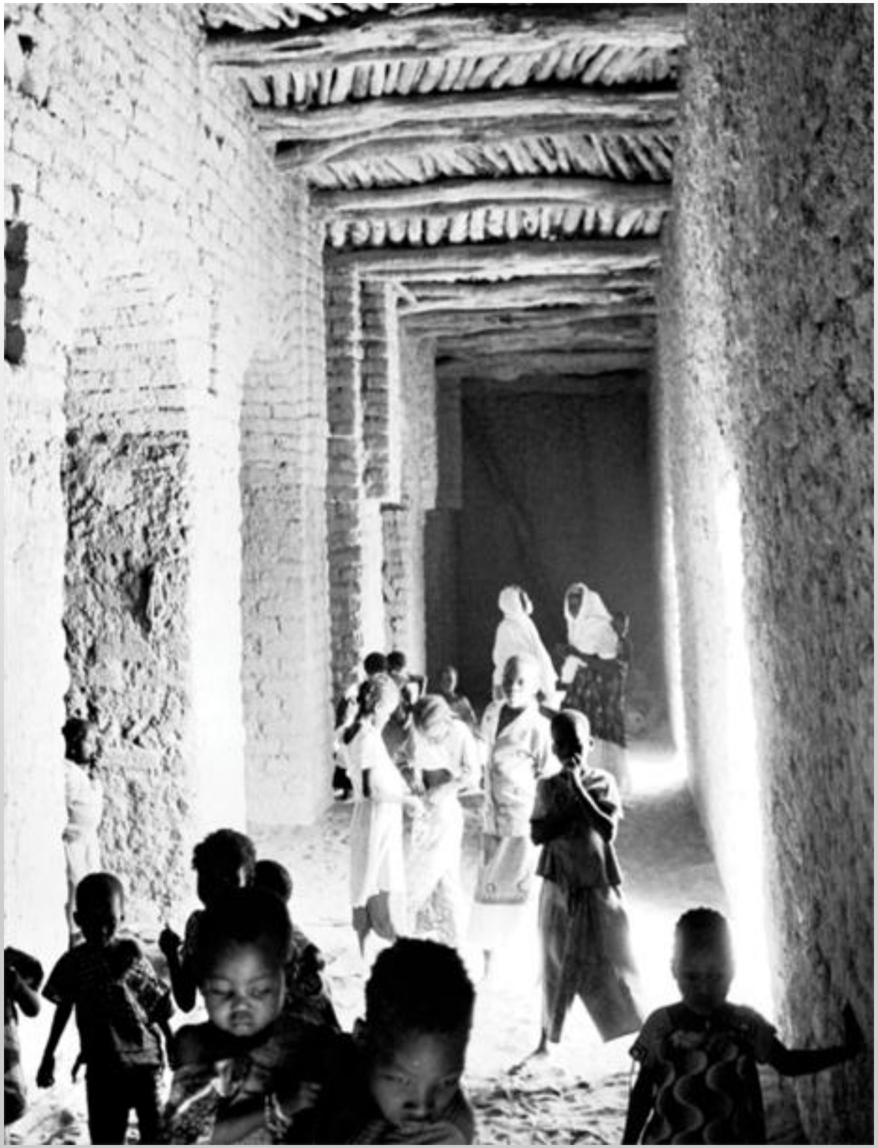
Derosa Project

Blue Sky Exploration



- 6 contiguous tenements covering >1,300km²
- Entered into a JV with Rumble Resources
  - Rumble earning 75% by spending $3 million
- Regional magnetics highlight an interpreted shear zone
- Rumble have commenced initial exploration on the project

Contact Details



ASX:CAY

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Company Disclaimer
& Competent Person Statement

Forward Looking Statements

Forward-Looking Statements: This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Canyon Resources Ltd's exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan,“ "estimate," "expect," "intend," "may," "potential," "should," and similar expressions are forward-looking statements. Although Canyon Resources Ltd believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

Competent Person Statement

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Rhoderick Grivas, an employee of the Company and a Competent Person who is a Member or Fellow of The Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Mr Grivas has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity to 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”. Mr Grivas consents to the inclusion of the matters based on his information in the form and context in which it appears.

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