



SOVEREIGN GOLD COMPANY LIMITED

Sovereign Gold Company Limited
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Latest News

www.sovereigngold.com.au

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ASX Symbol: SOC

Qualifying Statements

The information in this Report that relates to Exploration Information is based on information compiled by Michael Leu and Jacob Rebek who are members of The Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists together with Dr Andrew White, a Fellow of the Australian Institute of Geoscientists.

Mr Leu and Jacob Rebek are qualified geologists and are directors of Sovereign Gold Company Limited.

Dr White is a director of Gossan Hill Gold Limited.

Mr Leu, Jacob Rebek and Dr White have 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 Resources. Mr Leu consents to the inclusion in this announcement of the Exploration Information in the form and context in which it appears.

ASX Release
11th April 2013

Development of Exploration Target Gossan Hill Mt Adrah Hobbs Deposit

On 20 March 2013, Sovereign Gold advised an exploration target with respect to the Gossan Hill Mt Adrah Hobbs Deposit (**Hobbs Deposit**). We note that the Exploration Target is not an extrapolation of the existing resource and is conceptual in nature.

The initial Exploration Target for the Hobbs Deposit is 1.5–2.5 million ounces gold with a grade range 1.13–1.45 g/t contained in 41.2–53.6 million tonnes.

The Exploration Target is based on a comparison of the Hobbs Deposit to Rio Tinto's North Parkes Mine. The Hobbs Deposit is believed to share similar geology of sub-cylindrical sub-vertical pipes such as Endeavour 26 North (see figures p.2).

The case for another North Parkes

The Hobbs Deposit is geologically similar to Goonumbla – North Parkes Porphyry Copper-Gold Deposits - located approximately 250km north of the Hobbs Deposit – both occur in a similar geological setting and within structures associated with the regional Gilmore Suture.

At North Parkes, drill testing has demonstrated continuity of mineralisation to depths exceeding 1,000m.

Geology

The North Parkes deposits occur within the Ordovician Goonumbla Volcanics, part of a volcanic belt in the Central Lachlan Orogen of NSW.

The deposits are typical copper-gold porphyry systems; mineralisation is associated with intense stockwork veining and disseminations adjacent and within small subcylindrical, vertical monzonite pipes.

The porphyry copper-gold deposits at North Parkes are typically narrow but extend to great depths. The E26 and E48 deposits range from 200 to 400m in diameter (>0.5% copper) **and extend vertically for more than 1,000m.**

Basis for exploration target extending to 900 metres

The exploration target extending to 900m is made by consideration of the depth extent of similar mineralised systems such as North Parkes Porphyry Copper-Gold Deposits, Cadia in NSW associated with the regional Gilmore Suture.

The best known deposits analogous to the Hobbs Deposit are the small subcylindrical, vertical monzonite pipes of the North Parkes Mine. Exploration at North Parkes has discovered 4 significant and at least 8 lesser subcylindrical pipe-like centres of mineralisation.

For further information please contact:

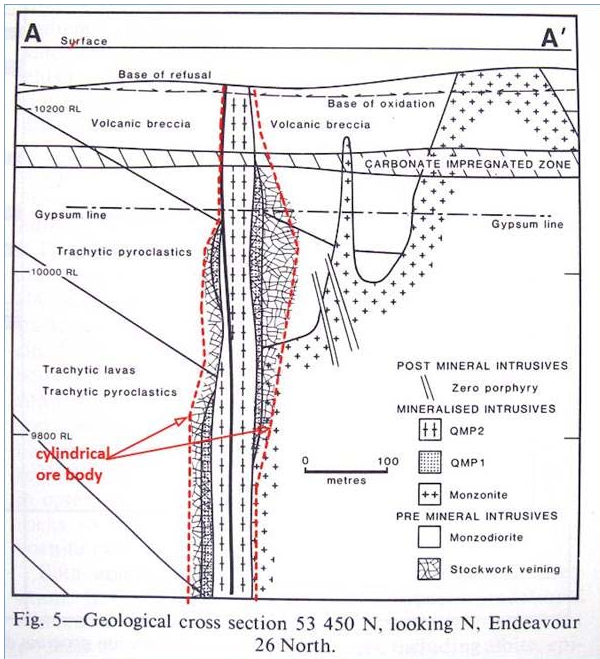
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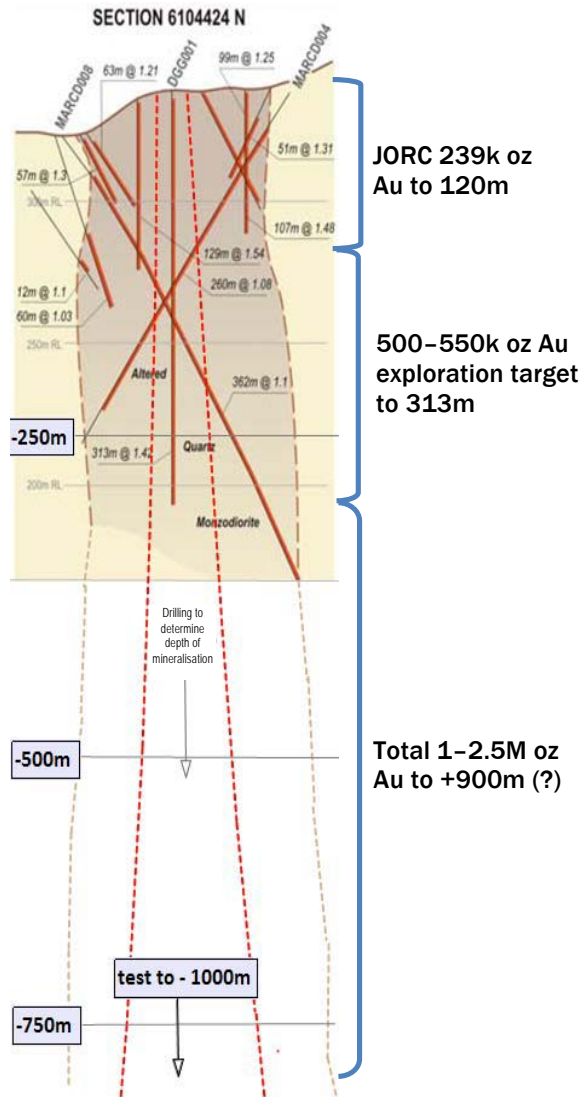
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Exploration Targets:

The potential quantity and grade of exploration targets is conceptual in nature. There has been insufficient exploration to define a Mineral Resource (other than the 239k Inferred JORC resource previously declared, ASX: 13 March 2013) and it is uncertain if further exploration will result in the determination of a Mineral Resource.



Rio Tinto's Endeavour 26 North, vertical cylindrical mineralised intrusive bodies extend vertically for more than 1,000m.



Hobbs Deposit Conceptual Target – known mineralisation extends to 350m.

JORC Code Compliant Public Reports

The Company advises that this announcement contains summaries of Exploration Results and Mineral Resources as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' ("JORC Code").

The summaries are made in, or based on, statements made in previous geological reports, which are publicly available (with or without payment of a fee) from a government department, authority or agency of an Australian State or Territory of the Commonwealth; or the ASX.

A bibliography of the Code-compliant Public Reports or Public Reporting on which the summaries are based will be provided free of charge, to any person who requests it.



Figure 2 – Gossan Hill Project Areas (includes Weabonga, under application by Sovereign Gold)