



SOVEREIGN GOLD COMPANY LIMITED

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Latest News

www.sovereigngold.com.au

Directors / Officers

Charles Thomas (Chairman)
Rocco Tassone (MD)
Patrick Glovac

ASX: SOC

Qualifying Statements

The information in this Report that relates to Exploration Information is based on information compiled by Paul Degeling who is a fellow of The Australasian Institute of Mining and Metallurgy.

Mr Degeling is a qualified geologist and is a contractor to Sovereign Gold Company Limited.

Mr Degeling 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 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Resources. Mr Degeling consents to the inclusion in this announcement of the Exploration Information in the form and context in which it appears.

ASX Release
03 November 2016

Halls Peak Zinc Drilling Commences - Testing High Grade Extensions

- Drilling has commenced at the highly prospective Halls Peak – Gibson Project (EL4474)
- 1000m of diamond drilling will be conducted to determine the extension of previously announced high grade Zinc and Silver intersections
- Previous results Included 1 metre from 37.3 metres @ 32.8% zinc, 6.7% lead, 2.5% copper and 48.2 g/t silver and 1.3 metres from 41.2 metres @ 34.5% zinc, 11.3% lead, 2% copper and 69.4 g/t silver (DDH HP 026)
- Drilling is expected to be completed in 4 weeks and the Diamond Drill Rig will then move to Mt Adrah where more than 1200m of drilling is planned
- Updates regarding the Mt Adrah Gold Project and Halls Peak second target Spike Island will be released shortly

Sovereign Gold Company Limited (ASX: SOC) (**Sovereign** or the **Company**) is excited to announce the commencement of drilling at the prospective High Grade Zinc Halls Peak – Gibson Project.

This initial drill program planned is for more than 1000 metres of diamond core which is designed to test the extension of previously announced high grade Zinc and Silver intersections.

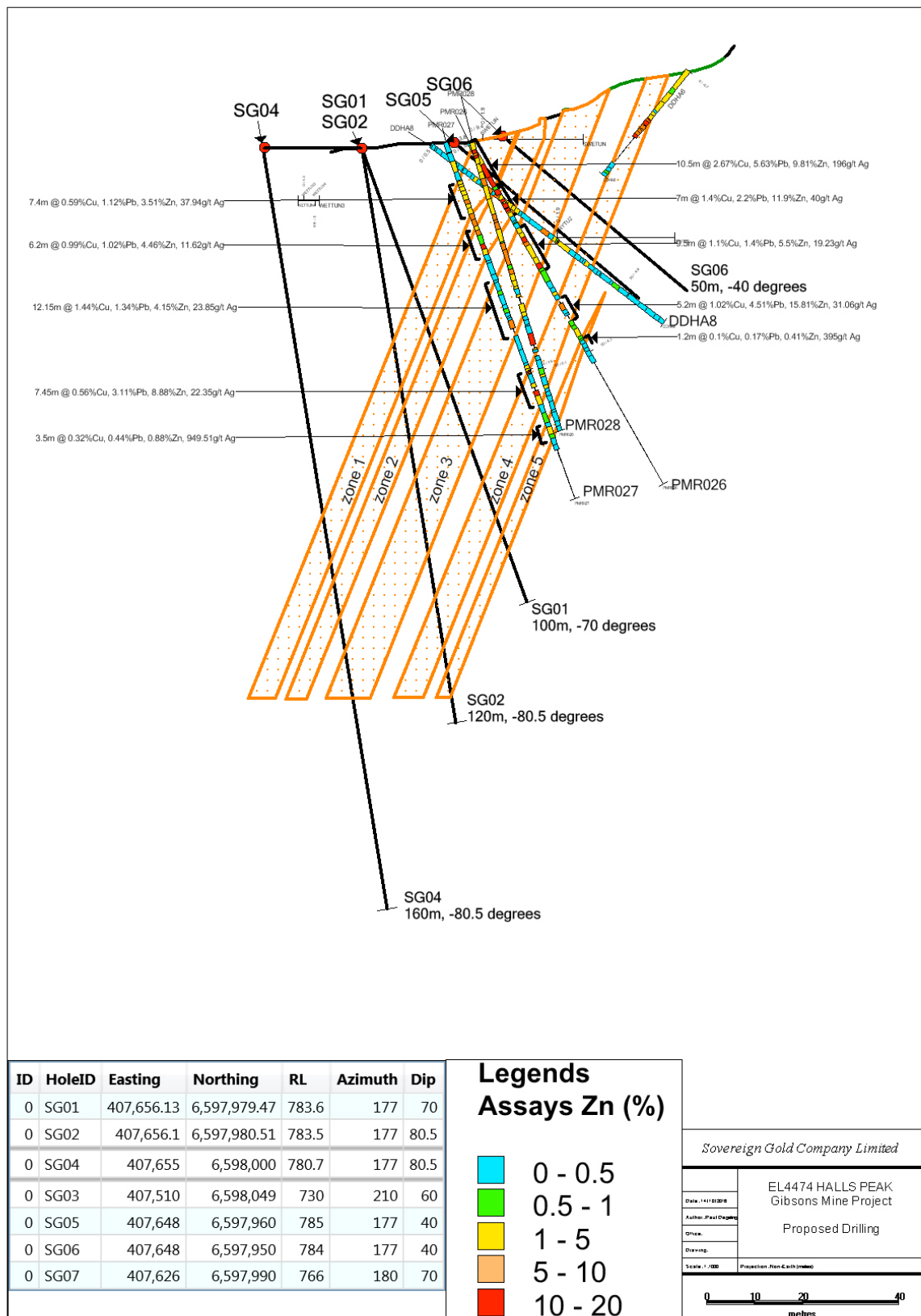
Managing Director Mr Rocco Tassone commented, "It has been a long time coming with many obstacles, however we are pleased to finally announce the commencement of drilling at the Halls Peak High Grade Zinc and Silver project. Historical drilling has discovered several shallow, small high grade massive sulphide bodies"

"We will release updates during the drilling campaign until completion, upon which time the Diamond Drill rig will move to the Mt Adrah Gold Project, expected in early December".

For further information please contact:

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The Halls Peak Tenements are located 80km SE of Armidale N.S.W.



About Halls Peak

- Right geological setting, Halls Peak base metal province located in an area (4 x 5km) of historic high grade massive sulphide mines
- Several shallow, small high grade massive sulphide bodies already discovered
- Halls Peak has potential to host a large base metal deposit
- Flat lying VTEM conductor around the old Sunnyside Mine fits a typical SEDEX deposit model. Consultant Geophysicists interpret this conductor to host sulphides
- Confidence exists that the VTEM survey has potentially located sulphide deposition but economic grades and tonnage yet to be proven
- Long term Zinc outlook positive, declining production levels and the lack of genuine development opportunities

Halls Peak is the inferred volcanic centre for extensive small but high grade Volcanic Massive Sulphide (VMS) deposits rich in copper, lead, zinc and silver. Current exploration aims to locate the right depositional environment to host a large scale, high-grade base metal deposit. Several geochemical and geophysical anomalies are also present that identify further high grade, near-surface sulphides.

Additional to the VMS prospectivity, there are indications for the presence of orogenic gold from breccia floaters and small pods of Au-rich quartz.