

## ***Company Announcement***

22 January 2013

### **High Grade Gold Results – Anglo Saxon Mine**

Hawthorn Resources Limited (ASX:HAW) is pleased to announce high grade gold results from resource extension drilling carried out during December 2012 in the **Anglo Saxon Mine** area.

These results, with no upper gold grade cut applied, include:

- **14 metres @ 9.69 g/t Au (including 3 metres @ 25.7 g/t Au),**
- **15 metres @ 11.71g/t Au (including 1 metre @ 131.0 g/t Au), and**
- **8 metres @ 14.78g/t Au (including 2 metres @ 50.5 g/t Au),**

The drilling program was designed to refine pit definition of the Anglo Saxon Resource by testing footwall, hanging wall and depth extensions of ore zones beyond the previously defined pit shell limits.

In addition drilling occurred in the “neck” zones between the existing optimized pits in an attempt to link and expand the economic mineable portions of the ore body.

These objectives have been met, with a number of zones of high grade gold mineralisation discovered or expanded. In particular, several of the gold results are amongst the best ever returned from the project area.

Significant potential remains for further extensions of gold mineralisation in upcoming drilling programs during 2013.

This work further enhances Hawthorn’s drive to move from explorer to producer in the upcoming year. Funding for the exploration and development programs required to secure this transition is available following the recent Tranche 1 placement to **Feng Hua Mining Investment Holding (HK) Limited** and the upcoming Tranche 2 placement (subject to shareholder approval at 30 January 2013 Annual General Meeting).

### **Introduction**

Hawthorn Resources Limited is pleased to update shareholders with strong results from recently completed RC drilling carried out within the **Trouser Legs Project** area (a Joint Venture between Hawthorn Resources 70% and Gel Resources 30%), focused in the **Anglo Saxon Mine** area.

The project area is located approximately 145 kilometres North-east of Kalgoorlie, Western Australia. The project area comprises 5 granted Mining Leases and several associated Miscellaneous Licences centred on the Anglo Saxon resource, which has been the subject of previous resource estimations between 1994 and 2001 and more recently in late 2011.

The most recent resource estimation was focussed on exploitation of near surface, mainly oxide zones observed within the deposit, with pit shells designed using industry standard costs and dilution parameters at a range of gold prices.

The results of the 2011 optimization are presented in the Table below with a nominal \$ 14 / t haulage cost. A summary of parameters used in the optimization are presented in Appendix 2.

| Case | \$/oz Au | Indicated |       |        |        |       |     | Inferred |       |       | Total Ore Tonnes | g/t Au | Strip Ratio | Au Metal (Oz) |
|------|----------|-----------|-------|--------|--------|-------|-----|----------|-------|-------|------------------|--------|-------------|---------------|
|      |          | Oxide     |       |        | Fresh  |       |     | Oxide    |       |       |                  |        |             |               |
|      |          | Tonnes    | Grade | Oz     | Tonnes | Grade | Oz  | Tonnes   | Grade | Oz    |                  |        |             |               |
| 5    | 1,400    | 266,669   | 2.50  | 21,447 | 2,865  | 3.41  | 314 | 6,999    | 5.60  | 1,259 | 276,533          | 2.59   | 5.07        | 23,020        |
| 6    | 1,600    | 293,911   | 2.49  | 23,511 | 3,344  | 3.19  | 343 | 7,061    | 5.58  | 1,267 | 304,316          | 2.57   | 5.48        | 25,121        |
| 7    | 1,800    | 370,122   | 2.43  | 28,908 | 7,506  | 2.64  | 636 | 8,507    | 4.96  | 1,355 | 386,135          | 2.49   | 6.41        | 30,899        |

This optimization program also indicated numerous areas adjacent to, or along strike of, existing ore blocks that had not been adequately closed of, and in many cases, if mineralised, would lead to enhanced ore block continuity, tonnage and pit depths. These areas have been targeted in the current program

### Current Program

During November and December 2012 a total 31 RC drill holes for 3872 metres were drilled in the vicinity of the **Anglo Saxon** resource (a subsequent program of 6 RC drillholes for 596 metres drilled at the **Coles Prospect** was also completed, with results pending).

Drillholes were focussed on extending ore block continuity and extent in key areas surrounding the defined Indicated Resource and have been remarkably successful with 27 of 31 drillholes returning significant gold assays (**>2.00 gram / metres**) including:

- 4.0 metres @ 5.10 g/t Au from 104-108 metres – PINC151,
- 14.0 metres @ 9.69 g/t Au from 81-95 metres – PINC152,
- and 6.0 metres @ 7.01 g/t Au from 124-130 metres,
- 15.0 metres @ 11.72 g/t Au from 76-91 metres – PINC153,
- 8.0 metres @ 14.78 g/t Au from 43-51 metres – PINC154,
- 7.0 metres @ 2.00 g/t Au from 42-49 metres – PINC155,
- 6.0 metres @ 3.21 g/t Au from 37-43 metres – PINC156,
- 4.0 metres @ 3.38 g/t Au from 57-61 metres – PINC158,
- 7.0 metres @ 1.52 g/t Au from 0-7 metres – PINC159,
- 1.0 metre @ 4.20 g/t Au from 22-23 metres – PINC160,
- 18.0 metres @ 1.14 g/t Au from 44-62 metres – PINC161,
- 22.0 metres @ 1.20 g/t Au from 78-100 metres – PINC162,
- 4.0 metres @ 1.87 g/t Au from 27-31 metres – PINC163,
- and 1.0 metre @ 16.00 g/t Au from 76-77 metres,
- 5.0 metres @ 2.58 g/t Au from 47-52 metres – PINC166,
- 9.0 metres @ 6.49 g/t Au from 35-44 metres – PINC167,
- 4.0 metres @ 1.49 g/t Au from 11-15 metres – PINC168
- and 15.0 metres @ 3.02 g/t Au from 24-39 metres,
- and 1.0 metre @ 7.70 g/t Au from 61-62 metres,
- and 4.0 metres @ 3.68 g/t Au from 68-72 metres,
- 1.0 metre @ 23.65 g/t Au from 90-91metres – PINC169,
- 8.0 metres @ 5.17 g/t Au from 67-75 metres – PINC170,
- 4.0 metres @ 1.42 g/t Au from 37-43 metres – PINC171,
- 1.0 metres @ 10.09 g/t Au from 39-40 metres – PINC175,
- and 5.0 metres @ 7.74 g/t Au from 79-82 metres,
- 3.0 metres @ 2.01 g/t Au from 0-7 metres – PINC176,
- 8.0 metre @ 2.59 g/t Au from 35-43 metres – PINC177,
- 1.0 metres @ 13.30 g/t Au from 77-78 metres – PINC178,
- PINC179 – results pending
- PINC180 – results pending

A diagram depicting drill hole locations is provided in Figure 1, with full results table in Appendix 1.

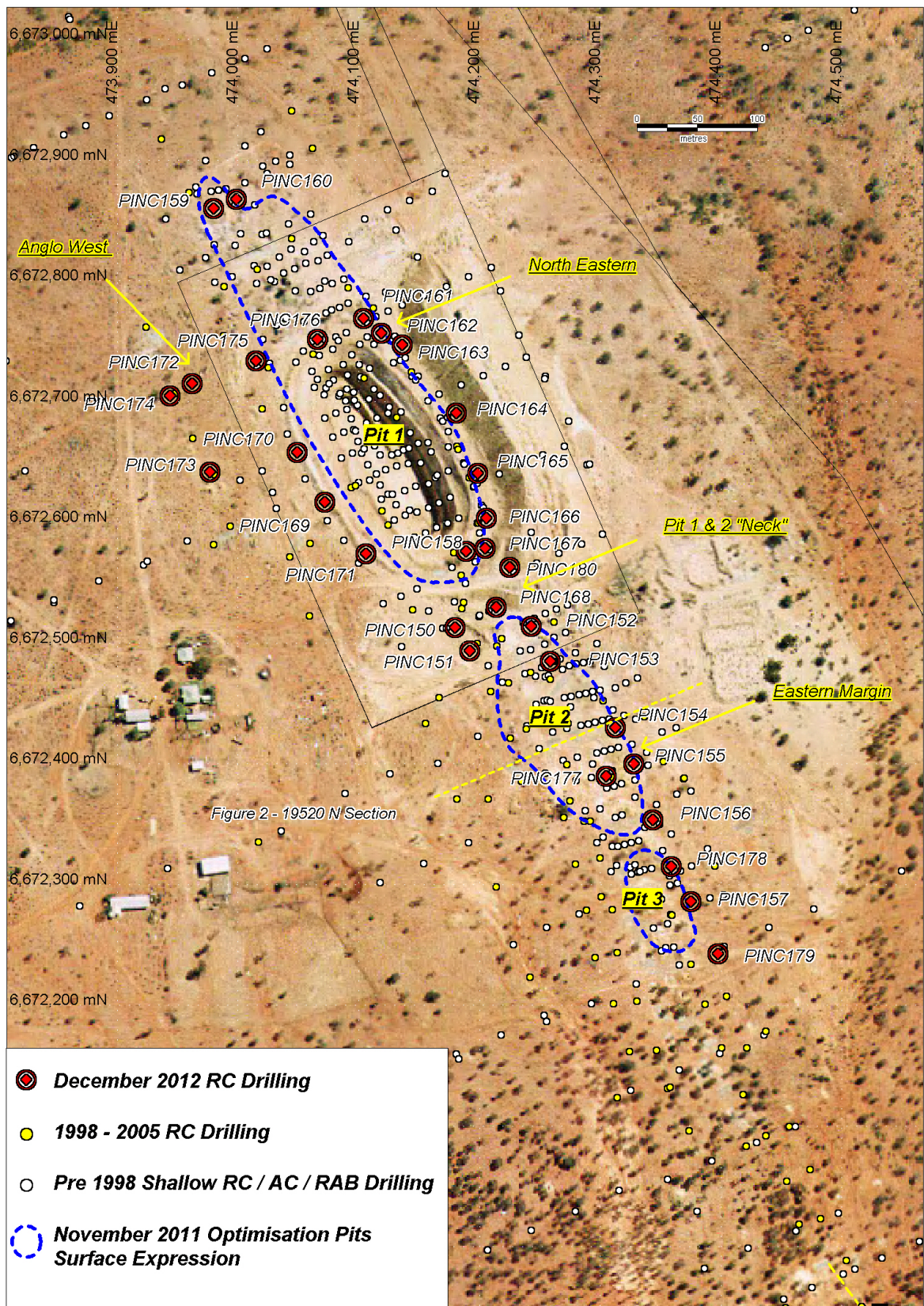


Figure 1 – Anglo Saxon Resource

These results have confirmed that mineable ore zones can be expanded in numerous positions throughout the current ore model which will require modification following further drilling.

On the **Eastern Margin and Beneath Pit 2** - strong gold results in **PINC154, 155 & 156** have been returned from a flat-lying mineralised layer at approximately 40 metres vertical depth and along 85 metres of strike to date. These results included the bonanza grade of **8 metres @ 14.78 g/t Au** in **PINC154** and reported visible gold in intercepts of both **PINC155** and **156**.

This consistent gold mineralised layer remains open along 100 metre of strike with some down dip potential. Importantly this high grade mineralisation was not included in previous mine models, a situation that this drilling has addressed. See Figure 2.

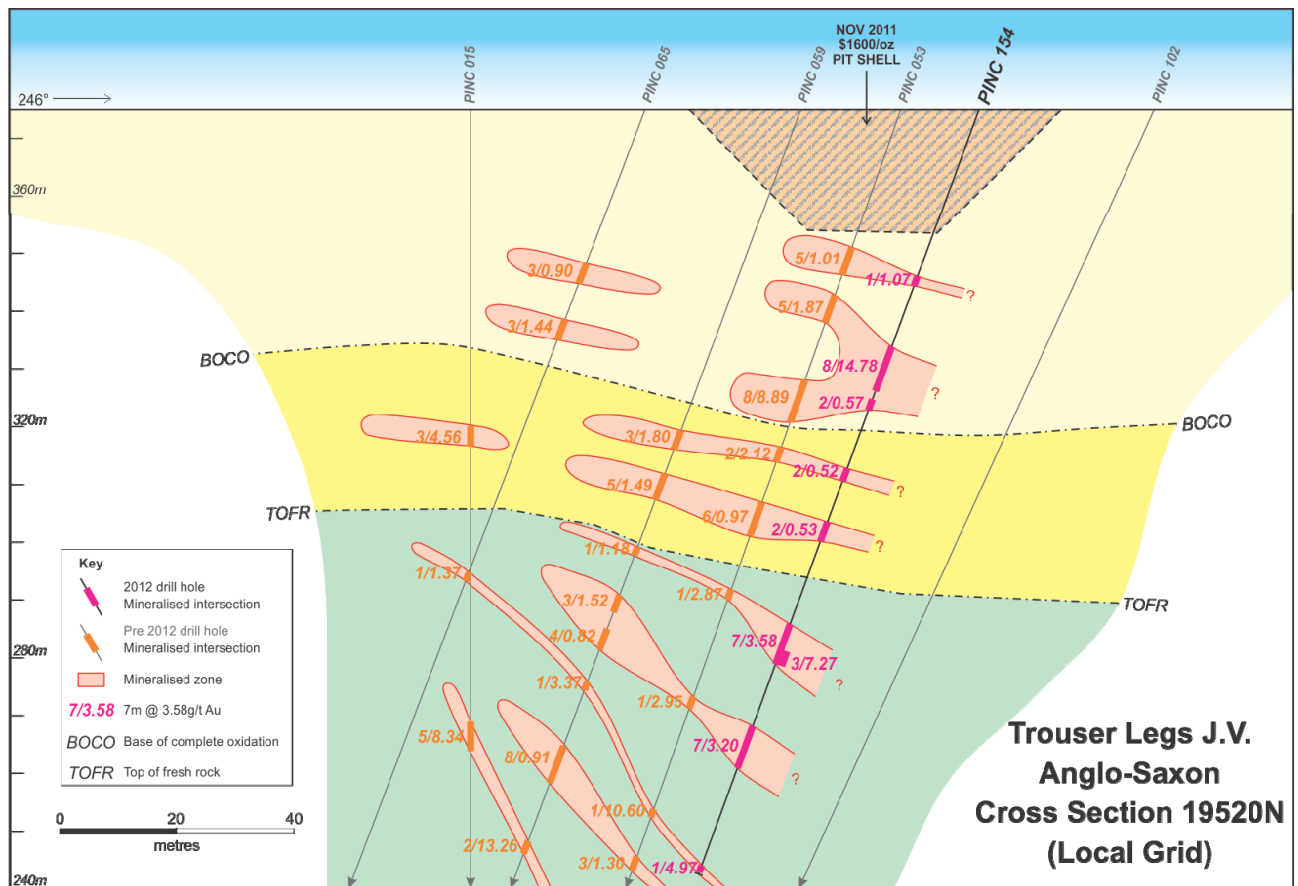


Figure 2 – 19520 N Section, Anglo Saxon Resource

Similarly, bonanza grades returned in **PINC152** and **PINC153**, including **14.0 metres @ 9.69 g/t Au** and **15 metres @ 11.72 g/t Au**, were returned from a flat lying mineralised lode on 2 sections 40 metre apart. This flat lying mineralisation is again outside the current mine model and remain open down dip - if accessed in an upgraded mine model the intercepts will increase both tonnage and contained gold ounces.

In the **“Neck”** area between **Pit 1** and **Pit 2**, no mining was predicted in the previous optimised model, primarily due to a lack of drill points. The results in **PINC168**, including **15 metres @ 3.02 g/t Au** from shallow depths, and **PINC167**, including **9 metres @ 6.49 g/t Au**, indicate that the pits may be connected in future models, increasing resource tonnages significantly.

In the **North-Eastern** portion of the ore body, drillholes **PINC161** and **PINC162**, **18 metres @ 1.14 g/t Au** and **22 metres @ 1.20 g/t Au** respectively, have increased the down dip extension of thick, consistent, gold mineralisation outside the current mine model.

A parallel ore zone in the **Anglo North West** area has been intercepted in **PINC175**, **9 metres @ 4.54 g/t Au**, – further exploration is required to fully assess the potential of this zone

## Summary

The exploration and pit definition drilling campaign in the **Anglo Saxon Resource** has been extremely successful in identifying extensions to known gold ore zones and new, previously unidentified gold ore zones. Further drilling campaigns are required to define the limits to these gold ore zones and provide data for an upgraded resource model, with preparations for this drilling underway.

The completed program indicates that Hawthorn's stated aim to increase the current resource base in the **Trouser Legs Project** area to approximately 60,000 ounces of gold in Indicated Resource (or higher) categories remains on track. Feasibility permitting, and pre-mining studies will commence shortly and, if positive, it is anticipated that production in late 2013 – early 2014 is possible.

Results from drilling programs in the **Coles (Trouser Legs)** and **Deep South Project** area during December 2012 are due to be received during January and February 2013.

### **For further information please contact**

Mourice Garbutt      Company Secretary   03 9605 5917

*The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Ian Moody, who is a member of the Australasian Institute of Mining and Metallurgy and a full time consultant geologist with First Principle Mineral Exploration Company Pty Ltd. Mr Moody has sufficient experience as a geologist which is relevant to the style of mineralization and the 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 of Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Moody consents to the inclusion in this report of the matters based on his information in the form and context in which it appears*

### **Appendix 1. RC drilling results Anglo Saxon – December 2012**

| <u>Hole No.</u> | <u>Azimuth</u> | <u>Dip</u> | <u>North</u> | <u>East</u> | <u>From<br/>(m)</u> | <u>To<br/>(m)</u> | <u>Width<br/>(m)</u> | <u>Au<br/>(g/t)</u> |
|-----------------|----------------|------------|--------------|-------------|---------------------|-------------------|----------------------|---------------------|
| <b>PINC150</b>  | -60            | 246        | 6672510      | 474176      | <b>44</b>           | <b>46</b>         | <b>2</b>             | <b>2.42</b>         |
| <b>and</b>      |                |            |              |             | <b>121</b>          | <b>122</b>        | <b>1</b>             | <b>7.71</b>         |
| <b>PINC151</b>  | -70            | 246        | 6672491      | 474188      | <b>95</b>           | <b>98</b>         | <b>3</b>             | <b>3.47</b>         |
| <b>Incl.</b>    |                |            |              |             | <b>97</b>           | <b>98</b>         | <b>1</b>             | <b>9.45</b>         |
| <b>and</b>      |                |            |              |             | <b>104</b>          | <b>108</b>        | <b>4</b>             | <b>5.10</b>         |
| <b>Incl.</b>    |                |            |              |             | <b>106</b>          | <b>107</b>        | <b>1</b>             | <b>17.60</b>        |
| <b>PINC152</b>  | -70            | 246        | 6672511      | 474239      | <b>4</b>            | <b>7</b>          | <b>3</b>             | <b>1.45</b>         |
| <b>and</b>      |                |            |              |             | <b>12</b>           | <b>13</b>         | <b>1</b>             | <b>3.16</b>         |
| <b>and</b>      |                |            |              |             | <b>40</b>           | <b>46</b>         | <b>6</b>             | <b>1.46</b>         |
| <b>and</b>      |                |            |              |             | <b>56</b>           | <b>60</b>         | <b>4</b>             | <b>2.15</b>         |
| <b>and</b>      |                |            |              |             | <b>81</b>           | <b>95</b>         | <b>14</b>            | <b>9.69</b>         |
|                 |                |            |              |             |                     |                   | <b>( 14</b>          | <b>7.40 cut )</b>   |
| <b>and</b>      |                |            |              |             | <b>115</b>          | <b>118</b>        | <b>3</b>             | <b>1.05</b>         |
| <b>and</b>      |                |            |              |             | <b>124</b>          | <b>130</b>        | <b>6</b>             | <b>7.01</b>         |
|                 |                |            |              |             |                     |                   | <b>( 6</b>           | <b>6.53 cut )</b>   |
| <b>PINC153</b>  | -70            | 246        | 6672482      | 474255      | <b>37</b>           | <b>38</b>         | <b>1</b>             | <b>2.20</b>         |
| <b>and</b>      |                |            |              |             | <b>47</b>           | <b>52</b>         | <b>5</b>             | <b>2.33</b>         |
| <b>and</b>      |                |            |              |             | <b>60</b>           | <b>61</b>         | <b>1</b>             | <b>10.46</b>        |
| <b>and</b>      |                |            |              |             | <b>76</b>           | <b>91</b>         | <b>15</b>            | <b>11.71</b>        |
| <b>incl</b>     |                |            |              |             | <b>77</b>           | <b>78</b>         | <b>1</b>             | <b>131.00</b>       |
|                 |                |            |              |             |                     |                   | <b>( 15</b>          | <b>4.64 cut )</b>   |
| <b>and</b>      |                |            |              |             | <b>95</b>           | <b>96</b>         | <b>1</b>             | <b>3.92</b>         |
| <b>and</b>      |                |            |              |             | <b>122</b>          | <b>128</b>        | <b>6</b>             | <b>1.29</b>         |
| <b>and</b>      |                |            |              |             | <b>136</b>          | <b>137</b>        | <b>1</b>             | <b>8.41</b>         |

|                |            |            |                |               |            |            |              |                   |
|----------------|------------|------------|----------------|---------------|------------|------------|--------------|-------------------|
| <b>and</b>     |            |            |                |               | <b>147</b> | <b>151</b> | <b>4</b>     | <b>4.61</b>       |
| <b>PINC154</b> | <b>-70</b> | <b>246</b> | <b>6672427</b> | <b>474309</b> | <b>43</b>  | <b>51</b>  | <b>8</b>     | <b>14.78</b>      |
|                |            |            |                |               |            |            | <b>( 8</b>   | <b>7.88 cut )</b> |
| <b>and</b>     |            |            |                |               | <b>93</b>  | <b>102</b> | <b>9</b>     | <b>2.94</b>       |
| <b>Incl.</b>   |            |            |                |               | <b>99</b>  | <b>102</b> | <b>3</b>     | <b>7.27</b>       |
| <b>and</b>     |            |            |                |               | <b>114</b> | <b>121</b> | <b>7</b>     | <b>3.20</b>       |
| <b>and</b>     |            |            |                |               | <b>142</b> | <b>143</b> | <b>1</b>     | <b>4.97</b>       |
| <b>PINC155</b> | <b>-65</b> | <b>246</b> | <b>6672397</b> | <b>474324</b> | <b>42</b>  | <b>49</b>  | <b>7</b>     | <b>2.00</b>       |
| <b>and</b>     |            |            |                |               | <b>86</b>  | <b>88</b>  | <b>2</b>     | <b>2.37</b>       |
| <b>and</b>     |            |            |                |               | <b>100</b> | <b>102</b> | <b>2</b>     | <b>3.56</b>       |
| <b>PINC156</b> | <b>-70</b> | <b>246</b> | <b>6672351</b> | <b>474340</b> | <b>20</b>  | <b>21</b>  | <b>1</b>     | <b>2.21</b>       |
| <b>and</b>     |            |            |                |               | <b>37</b>  | <b>43</b>  | <b>6</b>     | <b>3.21</b>       |
| <b>and</b>     |            |            |                |               | <b>63</b>  | <b>65</b>  | <b>2</b>     | <b>1.60</b>       |
| <b>and</b>     |            |            |                |               | <b>84</b>  | <b>85</b>  | <b>1</b>     | <b>3.62</b>       |
| <b>and</b>     |            |            |                |               | <b>92</b>  | <b>95</b>  | <b>3</b>     | <b>1.00</b>       |
| <b>and</b>     |            |            |                |               | <b>100</b> | <b>102</b> | <b>2</b>     | <b>1.10</b>       |
| <b>PINC157</b> | <b>-70</b> | <b>246</b> | <b>6672284</b> | <b>474374</b> | <b>NSA</b> |            |              |                   |
| <b>PINC158</b> | <b>-65</b> | <b>246</b> | <b>6672570</b> | <b>474192</b> | <b>48</b>  | <b>50</b>  | <b>2</b>     | <b>2.15</b>       |
| <b>and</b>     |            |            |                |               | <b>57</b>  | <b>61</b>  | <b>4</b>     | <b>3.38</b>       |
| <b>and</b>     |            |            |                |               | <b>67</b>  | <b>68</b>  | <b>1</b>     | <b>2.01</b>       |
| <b>and</b>     |            |            |                |               | <b>117</b> | <b>119</b> | <b>2</b>     | <b>1.29</b>       |
| <b>and</b>     |            |            |                |               | <b>124</b> | <b>125</b> | <b>1</b>     | <b>2.56</b>       |
| <b>and</b>     |            |            |                |               | <b>143</b> | <b>144</b> | <b>1</b>     | <b>2.98</b>       |
| <b>PINC159</b> | <b>-60</b> | <b>246</b> | <b>6672857</b> | <b>473976</b> | <b>0</b>   | <b>7</b>   | <b>7</b>     | <b>1.52</b>       |
| <b>and</b>     |            |            |                |               | <b>7</b>   | <b>10</b>  | <b>Stope</b> |                   |
| <b>PINC160</b> | <b>-60</b> | <b>246</b> | <b>6672865</b> | <b>473995</b> | <b>22</b>  | <b>23</b>  | <b>1</b>     | <b>4.20</b>       |
| <b>and</b>     |            |            |                |               | <b>55</b>  | <b>57</b>  | <b>2</b>     | <b>1.40</b>       |
| <b>PINC161</b> | <b>-60</b> | <b>246</b> | <b>6672766</b> | <b>474100</b> | <b>44</b>  | <b>62</b>  | <b>18</b>    | <b>1.14</b>       |
| <b>and</b>     |            |            |                |               | <b>141</b> | <b>143</b> | <b>2</b>     | <b>1.17</b>       |
| <b>and</b>     |            |            |                |               | <b>147</b> | <b>149</b> | <b>2</b>     | <b>2.06</b>       |
| <b>PINC162</b> | <b>-60</b> | <b>246</b> | <b>6672754</b> | <b>474115</b> | <b>12</b>  | <b>13</b>  | <b>1</b>     | <b>3.42</b>       |
| <b>and</b>     |            |            |                |               | <b>78</b>  | <b>100</b> | <b>22</b>    | <b>1.20</b>       |
| <b>Incl.</b>   |            |            |                |               | <b>78</b>  | <b>81</b>  | <b>3</b>     | <b>3.88</b>       |
| <b>Incl.</b>   |            |            |                |               | <b>95</b>  | <b>96</b>  | <b>1</b>     | <b>7.95</b>       |
| <b>PINC163</b> | <b>-65</b> | <b>246</b> | <b>6672744</b> | <b>474132</b> | <b>7</b>   | <b>9</b>   | <b>2</b>     | <b>1.25</b>       |
| <b>And</b>     |            |            |                |               | <b>27</b>  | <b>31</b>  | <b>4</b>     | <b>1.87</b>       |
| <b>and</b>     |            |            |                |               | <b>76</b>  | <b>77</b>  | <b>1</b>     | <b>16.00</b>      |
| <b>PINC164</b> | <b>-90</b> | <b>0</b>   | <b>6672688</b> | <b>474177</b> |            |            |              | <b>NSA</b>        |
| <b>PINC165</b> | <b>-90</b> | <b>0</b>   | <b>6672638</b> | <b>474195</b> |            |            |              | <b>NSA</b>        |
| <b>PINC166</b> | <b>-90</b> | <b>0</b>   | <b>6672601</b> | <b>474202</b> | <b>15</b>  | <b>16</b>  | <b>1</b>     | <b>3.07</b>       |
| <b>and</b>     |            |            |                |               | <b>37</b>  | <b>38</b>  | <b>1</b>     | <b>3.41</b>       |
| <b>and</b>     |            |            |                |               | <b>47</b>  | <b>52</b>  | <b>5</b>     | <b>2.58</b>       |
| <b>Incl.</b>   |            |            |                |               | <b>47</b>  | <b>48</b>  | <b>1</b>     | <b>10.50</b>      |
| <b>PINC167</b> | <b>-90</b> | <b>0</b>   | <b>6672576</b> | <b>474201</b> | <b>0</b>   | <b>9</b>   | <b>9</b>     | <b>0.50</b>       |
| <b>and</b>     |            |            |                |               | <b>35</b>  | <b>44</b>  | <b>9</b>     | <b>6.49</b>       |
|                |            |            |                |               |            |            | <b>( 9</b>   | <b>3.95 cut )</b> |
| <b>incl</b>    |            |            |                |               | <b>43</b>  | <b>44</b>  | <b>1</b>     | <b>47.90</b>      |
| <b>and</b>     |            |            |                |               | <b>73</b>  | <b>74</b>  | <b>1</b>     | <b>4.67</b>       |
| <b>PINC168</b> | <b>-90</b> | <b>0</b>   | <b>6672527</b> | <b>474210</b> | <b>11</b>  | <b>15</b>  | <b>4</b>     | <b>1.49</b>       |
| <b>and</b>     |            |            |                |               | <b>24</b>  | <b>39</b>  | <b>15</b>    | <b>3.02</b>       |
| <b>incl</b>    |            |            |                |               | <b>24</b>  | <b>29</b>  | <b>5</b>     | <b>7.21</b>       |
| <b>and</b>     |            |            |                |               | <b>54</b>  | <b>55</b>  | <b>1</b>     | <b>3.16</b>       |
| <b>and</b>     |            |            |                |               | <b>61</b>  | <b>62</b>  | <b>1</b>     | <b>7.70</b>       |
| <b>and</b>     |            |            |                |               | <b>68</b>  | <b>72</b>  | <b>4</b>     | <b>3.68</b>       |
| <b>and</b>     |            |            |                |               | <b>81</b>  | <b>87</b>  | <b>6</b>     | <b>0.65</b>       |
| <b>and</b>     |            |            |                |               | <b>94</b>  | <b>95</b>  | <b>1</b>     | <b>4.98</b>       |
| <b>PINC169</b> | <b>-50</b> | <b>066</b> | <b>6672615</b> | <b>474068</b> | <b>71</b>  | <b>73</b>  | <b>2</b>     | <b>1.90</b>       |
| <b>and</b>     |            |            |                |               | <b>90</b>  | <b>91</b>  | <b>1</b>     | <b>23.65</b>      |
| <b>PINC170</b> | <b>-50</b> | <b>066</b> | <b>6672657</b> | <b>474045</b> | <b>67</b>  | <b>75</b>  | <b>8</b>     | <b>5.17</b>       |
| <b>and</b>     |            |            |                |               | <b>84</b>  | <b>86</b>  | <b>2</b>     | <b>2.17</b>       |
| <b>PINC171</b> | <b>-50</b> | <b>066</b> | <b>6672571</b> | <b>474102</b> | <b>98</b>  | <b>102</b> | <b>4</b>     | <b>1.42</b>       |
| <b>PINC172</b> | <b>-60</b> | <b>246</b> | <b>6672712</b> | <b>473958</b> |            |            |              | <b>NSA</b>        |

|                |     |     |         |        |     |         |    |       |
|----------------|-----|-----|---------|--------|-----|---------|----|-------|
| <b>PINC173</b> | -60 | 245 | 6672643 | 473977 | 3   | 7       | 4  | 0.85  |
| <b>PINC174</b> | -60 | 244 | 6672704 | 473940 |     |         |    | NSA   |
| <b>PINC175</b> | -60 | 247 | 6672731 | 474011 | 39  | 40      | 1  | 10.09 |
| <b>and</b>     |     |     |         |        | 150 | 159     | 9  | 4.54  |
| <b>incl</b>    |     |     |         |        | 150 | 155     | 5  | 7.74  |
| <b>PINC176</b> | -60 | 244 | 6672749 | 474062 | 15  | 17      | 2  | 1.06  |
| <b>and</b>     |     |     |         |        | 39  | 40      | 1  | 2.18  |
| <b>and</b>     |     |     |         |        | 67  | 70      | 3  | 1.83  |
| <b>and</b>     |     |     |         |        | 79  | 82      | 3  | 2.01  |
| <b>and</b>     |     |     |         |        | 92  | 93      | 1  | 5.37  |
| <b>and</b>     |     |     |         |        | 98  | 101     | 3  | 2.80  |
| <b>PINC177</b> | -70 | 246 | 6672387 | 474301 | 26  | 27      | 1  | 4.60  |
| <b>and</b>     |     |     |         |        | 35  | 43      | 8  | 2.59  |
| <b>and</b>     |     |     |         |        | 61  | 68      | 7  | 1.65  |
| <b>incl</b>    |     |     |         |        | 61  | 62      | 1  | 8.24  |
| <b>and</b>     |     |     |         |        | 78  | 81      | 3  | 0.82  |
| <b>and</b>     |     |     |         |        | 84  | 86      | 2  | 3.50  |
| <b>and</b>     |     |     |         |        | 114 | 115     | 1  | 4.01  |
| <b>PINC178</b> | -70 | 246 | 6672312 | 474355 | 39  | 51      | 12 | 0.75  |
| <b>and</b>     |     |     |         |        | 77  | 78      | 1  | 13.30 |
| <b>and</b>     |     |     |         |        | 90  | 94      | 4  | 0.93  |
| <b>PINC179</b> | -70 | 246 | 6672240 | 474394 |     | Pending |    |       |
| <b>PINC180</b> | -80 | 246 | 6672555 | 474217 |     | Pending |    |       |

All RC Holes collected as 1 metre splits from rotating splitter.

All Assays Amdel Laboratories, Kalgoorlie

0.50 g/t Au lower cut - < 2.0m of internal waste

25.0 g/t Au upper cut

Only results > 2.00 g/t x m reported

EOH = End of Hole

## Appendix 2. Anglo Saxon – November 2011 Optimisation Parameters Summary

- Royalty Rate 4%
- Waste mining cost (in pit load & haul) \$2.50 /t
- Ore mining cost (in pit load & haul, drill& blast) \$6.50 /t
- Incremental mining cost \$0.40 /t / bench
- Processing costs \$17.15 /t
- SG
  - Oxide 2.00
  - Transitional 2.40
  - Fresh 2.70
- Admin Grade control \$1.58 /t
- Mining Dilution 5%
- Recovery 95%
- Haulage \$10, \$14, \$18/t
- Pit Slope Angles 55°N&S, 50°E, 45°W