ParadigmGold

2 December, 2005

Companies Announcements Office,
Australian Stock Exchange Ltd,
Sydney

Drilling to commence at Auburn Gold Project

Auburn Gold Project (Paradigm 100%)

A 1500m aircore - RC drilling program is scheduled to commence on 5 December 2005 at the Auburn Project, 80km southeast of Cracow in Queensland. This program will include the drilling of up to 30 shallow percussion holes at the Great Eastern and Great Eastern Extended prospects, within part of the recently granted exploration permit no. EPM15264. Drilling will aim to partially test approximately 800m of strike along the vein system(s) at these prospects with several parallel drill lines to a vertical depth of 50m. The Company has identified five prospects so far along the 5km long northwest structure at Auburn (see attached figure). Ore-grade gold assays in rock chip samples (varying from 1g/t to 20g/t) have been collected at all of the prospects shown in the figure, with the exception of New Vein which has only recently been recognised and sampled. The target at Auburn is a low-grade high-tonnage sheeted-vein system of epithermal and/or porphyry origin. The prospective zone is largely obscured by transported soil cover which is a few metres thick. Reconnaissance rock chip samples have been taken from small areas of outcrop-subcrop and from small mine dumps at three of the prospects.

Gold mineralisation at Great Eastern is associated with sheeted quartz veinlets hosted by pervasively altered quartz porphyry and dioritic to gabbroic intrusive rocks, which has a possible strike length of about 250m along a WNW structure. This structure will be tested by three 100m-spaced drill lines in the December program. Great Eastern Extended is sub-parallel and appears to be slightly offset. It also will be tested by three wide-spaced drill lines. The mineralised veins at each prospect are believed to be either faulted extensions of the same structure, or are separate sub-parallel vein systems. A previous shallow drill hole by Costain in the late 1980s on part of the vein system at Great Eastern returned 8m at 1.5g/t gold ending in mineralised lode at 31m depth. The Company expects to follow-up the shallow drilling with deeper RC drilling early in the next quarter.

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The exploration authority extends over non-excluded (i.e., freehold) tenure only which covers about 70% of the area of EPM 1526, and includes the Great Eastern and Great Eastern Extended prospects. Other gold prospects are known within the remaining 30% of excluded land (mostly State Forest).

For more information about the Company and its current projects visit www.paradigmgold.com.au

Yours sincerely,

Graham Carman
Managing Director, PhD, MAUSIMM

The information in this report that relates to exploration results is based on information compiled by Dr Graham Carman who is a Member of the Australasian Institute of Mining and Metallurgy. Dr Carman is a full-time employee of the Company, and 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". Dr Carman consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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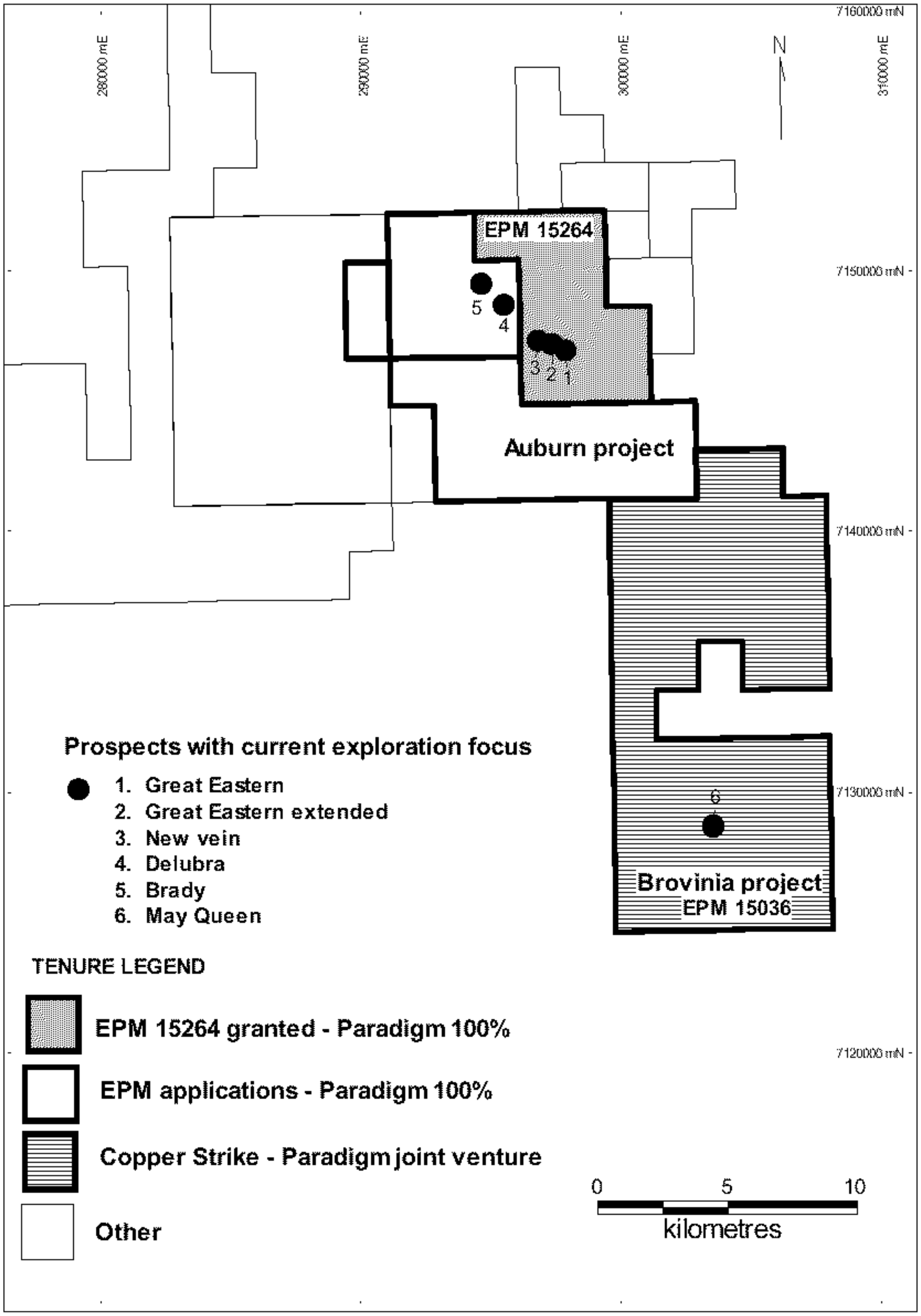

Figure shows the exploration tenure and main prospects at the Auburn and Brovinia project areas.