

Thursday 23rd April 2009

Cambodia Drilling Update : 100% owned Anchor Gold Prospect **Assay results eagerly anticipated, expected in May**

Highlights

- **Alteration, veins and sulphides in 500m RC drilling, Anchor Prospect(100% SAU)**
- **Assays expected in May**

A ten drillhole, 500 metre Reverse Circulation (RC) program was completed to target the source of significant gold trench intercepts at Southern Gold's 100% owned Anchor Prospect in Cambodia.

The assay results of the RC drilling program are eagerly anticipated and are expected in May.

Southern Gold is sole funding exploration on its 100% owned Anchor Prospect. Anchor Prospect is located on the Snoul EL, one of Southern Gold's four 100% owned tenements in Cambodia.

Drilling Update

135 composite RC samples are currently being processed by laboratories for Assay. However, signs of mineralisation have been observed in many of the drillholes.

Of particular interest is an 8m intercept of >10% pyrite from 10m in SNRC-009 and a similar interval in SNRC-010 from 20m at the Anchor prospect. Both are in silicified metasediments and coincide with significant mineralisation intercepted in trenching.

The geology of the area is dominated by diorite intrusives which show zones of variable chlorite alteration, veins and sulphides.

Assay results from drilling are eagerly anticipated, expected in late May.

Previous Trenching Results

Eight trenches were previously excavated and sampled at the Anchor Prospect on a 1.2km gold and arsenic soil anomaly for a total of approximately 1,500m of trenching. Significant gold trench intercepts include:

SNTR008:	8m @ 2.8g/t	and	20m @ 0.4g/t gold
SNTR002:	36m @ 0.2g/t	and	16m @ 0.8g/t gold
SNTR001:	7m @ 0.8g/t	and	6m @ 0.5g/t gold
SNTR006:	8m @ 0.6 g/t gold		

Anomalous silver results were occasionally associated with anomalous gold. Best result was 4m @ 10.5 g/t silver, which was associated with a 4.4 g/t gold result.

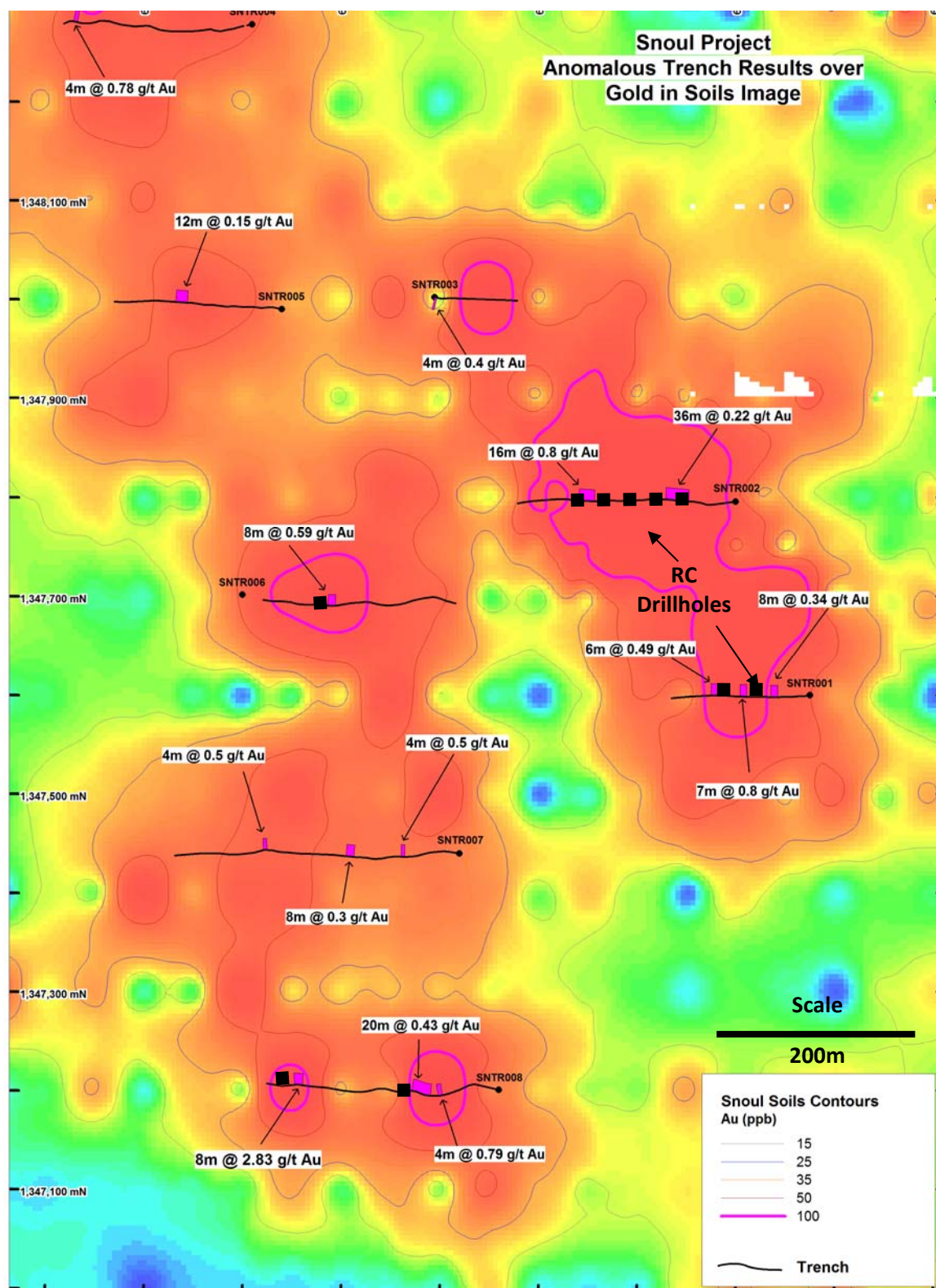


Figure 1. Significant gold intersections in trenching and RC drillholes overlain on gold in soil image Anchor Prospect, Snoul EL (SAU 100%).

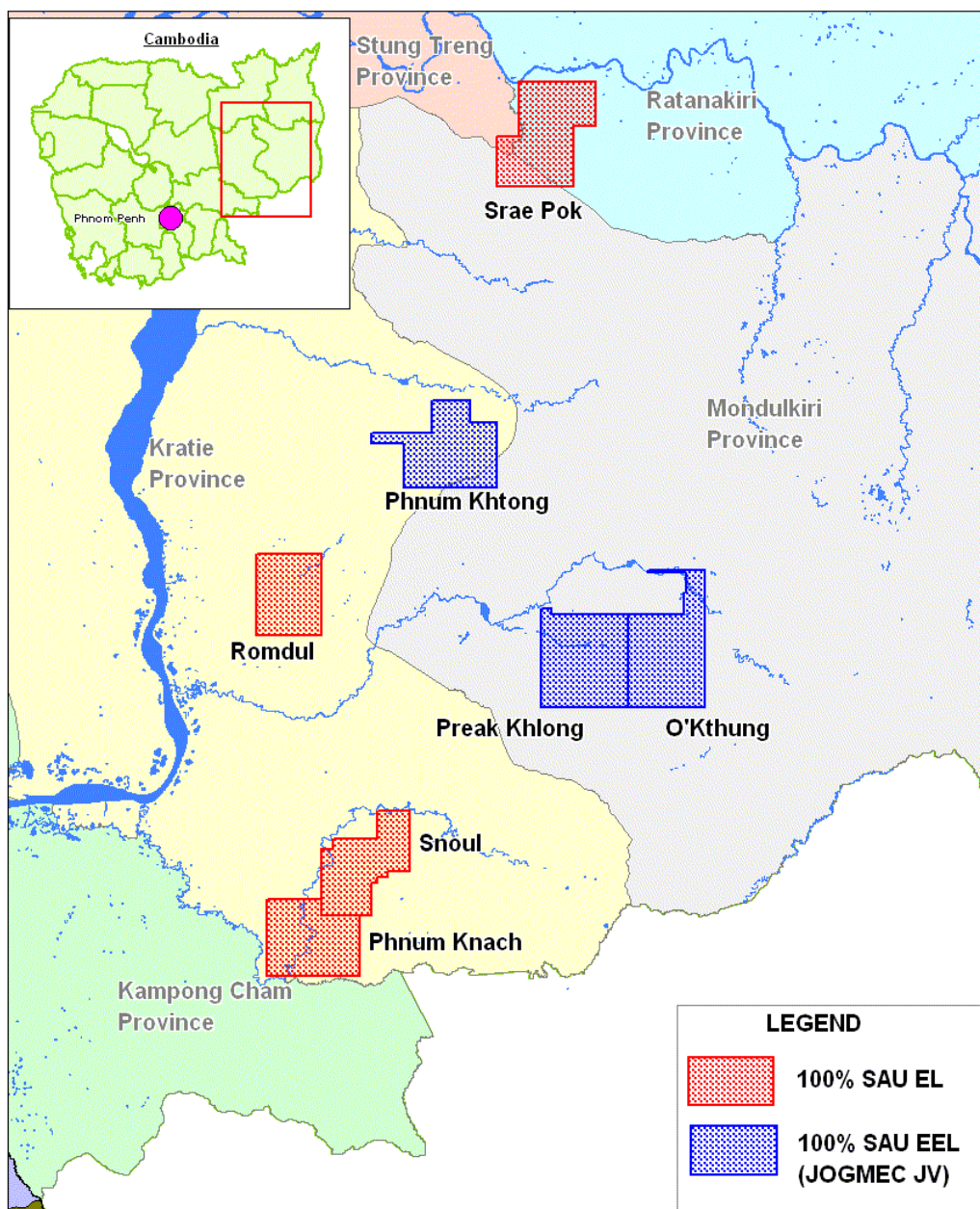


Figure 2. Southern Gold's four 100% and three JV tenements in north eastern Cambodia

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The information in this report has been compiled by Stephen Biggins (BSc(Hons)Geol, MBA) as an employee of Southern Gold and who is a member of the Australasian Institute of Mining and Metallurgy and is bound by and follows the Institute's codes and recommended practices. As a Competent Person, he has a minimum of 5 years relevant experience in the style of mineralisation and types of activities being reported and has given written consent to the above report in the form and context in which it appears.