

ARTISANAL GOLD ACTIVITY OPENS UP NEW GOLD REEF AT SURFACE

Artisanal activity, which began three months ago in the vicinity of the historic Bucks Mine, has continued to expose high grade gold mineralisation of up to 16.4g/t within a structure parallel to that hosting the Bucks and the Prestwood Mines. These results are consistent with the intercepts from the 2014 RC drilling programme, and the current geological model. The rehabilitation of the Prestwood shaft is continuing, and within the next two months, underground drilling for the parallel structures close to that shaft is expected to begin.

Bucks (36972) Surface Mapping

- Mapping was carried out on the Bucks claim (36972) South West of the main Bucks Shaft on August 11th.
- The monzonite -metabasalt (greenstone) contact was mapped generally trending NE-SW and dipping northwest.
- Artisanal mining is currently underway and 17 more artisanal shafts have been opened following the same trend NE-SW with the monzonite, metabasalt contact as illustrated in Figure 1 below.

Sampling

- Grab sampling was carried out on each stockpile from the artisanal shaft being mined.
- Chip sampling was also done in artisanal shafts 8 and 10 underground on faces being mined.
- 9 samples were collected with the details of gathered samples given in Table 1 below.

Table 1: Summary details of samples collected on surface at Bucks claims				
Sample ID	UTM(Arc 1950) X co ordinates	UTM(Arc 1950) Y coordinates	Sample Description	Grade (g/t)
Y1801	728875	7672650	Grab sample from artisanal shaft 8 stockpile, highly oxidised smoky quartz	6.26
Y1802	728875	7672650	Grab sample from artisanal shaft 8 stockpile, oxidised highly sheared metabasalt.	3.53
Y1803	728875	7672650	Grab sample from artisanal shaft 8 stockpile, oxidised highly sheared metabasalt + smoky quartz.	7.63
Y1804	728875	7672650	Chip sample from artisanal shaft 8 insitu sheared metabasalt + smoky quartz stringers reef	16.42
Y1805	728881	7672654	Chip sample from artisanal shaft 10 insitu sheared metabasalt reef.	1.02

Table 1: Summary details of samples collected on surface at Bucks claims cont'd..				
Y1806	728881	7672654	Chip sample from artisanal shaft 10 insitu sheared metabasalt reef .	1.30
Y1807	728901	7672678	Grab sample from artisanal shaft 20 stockpile, highly sheared, oxidised, weathered metabasalt.	0.47
Y1808	728903	7672684	Grab sample from artisanal shaft 21 stockpile, highly sheared, oxidised, weathered metabasalt.	0.59
Y1809	728907	7672685	Grab sample from artisanal shaft 22 stockpile, sheared metabasalt + monzonite.	0.71



Figure 1: Showing surface mapping imposed on top of QuickBird satellite imagery

Structural interpretation from the ground magnetics map shows that the area mapped and being currently exploited by artisanal miners falls within the same zone of high magnetic intensity striking NE- SW as illustrated in Figure 2 below.

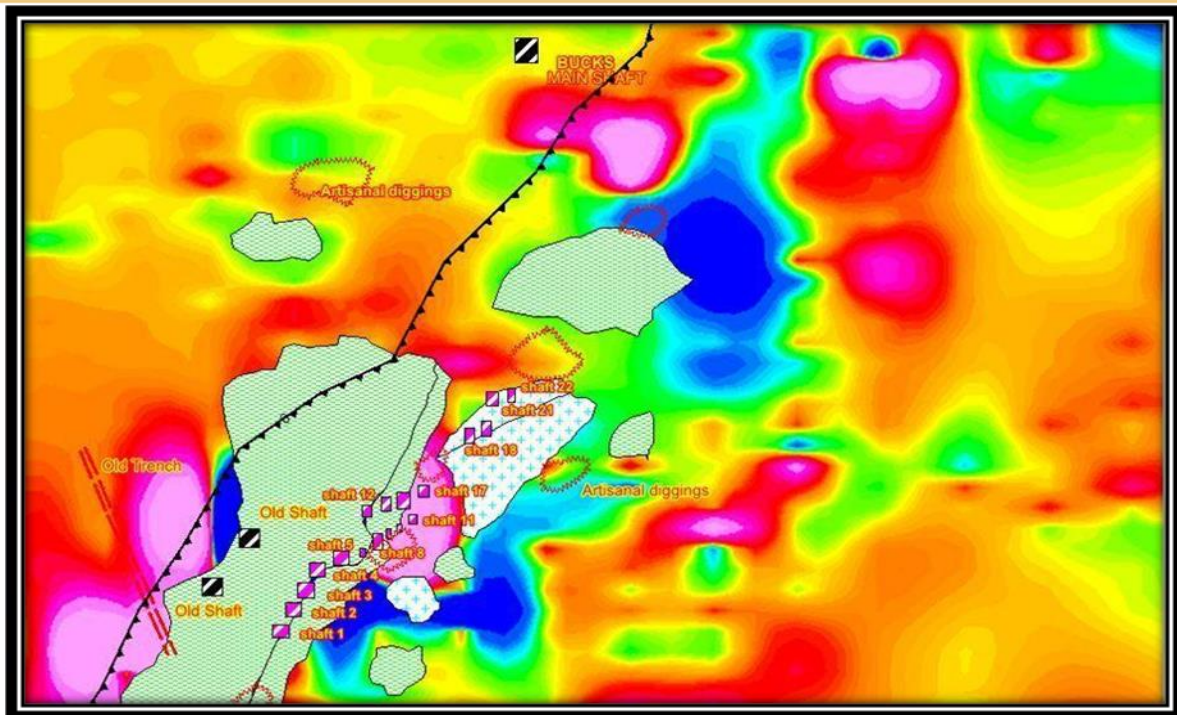


Figure 2: Position of the artisanal activity superimposed on image of the total field magnetics (TFM) generated by last year's ground magnetics programme. The dominant SW-NE structural orientation is apparent.

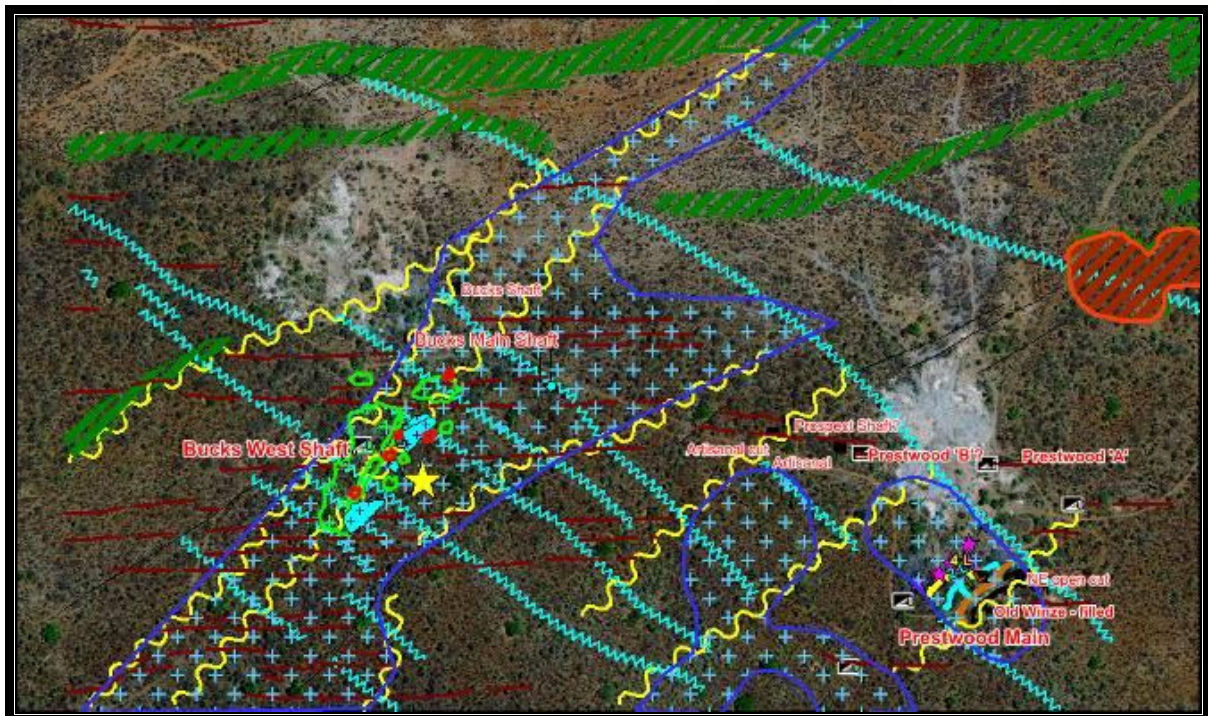


Figure 3: Position of the current artisanal activity (yellow star) superimposed on the geological model. The newly active artisanal zone extends for almost 200m along a shear

zone parallel to the structures that host both the Bucks and Prestwood ore bodies, and control the monzonite contacts. (Monzonite shown as blue crosses)

Conclusions

- The artisanal zone now extends for around 200m, and is producing high grades from both quartz veining and sheared metabasalt and monzonite.
- This zone exploits a shear zone that parallels the dominant SW-NE structures that host the Bucks and Prestwood orebodies.
- The tenor and consistency of the grades gives encouragement to the discovery of more vein hosted high grade structures that can be mined from the existing Bucks and Prestwood Mine infrastructures.
- In addition the geological model is proving robust. The target of broader disseminated zones at the monzonite-greenstone contact, as suggested by the 2014 surface drilling and from exploitation at the nearby Farvic mine is still valid.

Competent Person's Statement

The information in this announcement that relates to Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Mr Roger Tyler, a Competent Person who is a member of The Australasian Institute of Mining and Metallurgy and The South African Institute of Mining and Metallurgy. Mr Tyler is the Company's Senior Geologist.

Mr Tyler has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity 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 Reserves". Mr Tyler consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.