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## **DRUMMOND GOLD REVIEW AT MT COOLON IDENTIFIES NEW TARGETS**

- **Considerable scope for additional mineralisation**

Several new gold exploration targets at historic Mt Coolon have been defined in a geological consultants' review for Drummond Gold Limited (ASX: DGO) (Drummond or the Company).

Announcing the review's findings, Drummond Managing Director Mr Doug Grewar said:

"This review opens up exciting potential gold opportunities immediately to the north of the former Koala mine at Mt Coolon.

"Previous exploration in the area has not been deep enough.

"Considering that deep drilling (greater than 50m) terminates immediately north of Koala, there is considerable scope to find additional mineralisation in the area to the north."

Mr Grewar said that a drilling program planned for this year had identified some of the target zones and this work has confirmed and provided new and improved vectors. Additional targets have been confirmed by the consultants which will be integrated into the exploration work for the greater Mt Coolon-Yandan region in which Drummond has been concentrating exploration activity. The recent work has lifted the priority to test these new targets as soon as possible.

A total of 226,460 oz gold was produced at the Koala mine from underground mining (1914-1939) and open cut mining in 1996 when mining ceased due to pit wall instability.

Geological consultants Global Ore Discovery were commissioned by Drummond to undertake the review of the Koala ore body and environs to improve understanding of the controls on mineralisation to improve targets for drilling. The consultants were able to draw on, not only drill hole data and surface outcrop observations, but also the latest geophysical processing techniques and ground magnetic and IP/Resistivity geophysical data acquired from recently completed work by Drummond and not available for previous reviews of the Koala area.

Through the interpretation of geophysical data, the consultants have defined several targets to the north and northeast of the Koala orebody that have not previously been tested by drilling as well as confirmed a target at the highly prospective Golden Bar extension to the south.



Global Ore were commissioned due to their considerable previous experience in the Drummond Basin and their experience with epithermal gold exploration worldwide. They noted that several signatures regarded as important for the presence of mineralisation within the Basin are all present at Koala including andesitic host rocks, structural corridors, proximity to the Drummond Basin margin and geological conditions which have established zones of dilation.

For further information please contact:

Doug Grewar  
Managing Director

### **About Drummond Gold**

Drummond Gold Limited is a gold and base metals company focussed on growth through exploration success and acquisition with an early production strategy. The Company operates in the well-known Drummond Basin of Central Queensland around the former gold mining centre of Mt Coolon and at nearby Yandan where it is earning a majority interest. The Company is also pursuing the potential for early gold production by considering the acquisition of the Maldon gold project in Victoria.