

# Supplementary Prospectus

Drummond Gold Limited ACN 124 562 849 (Company)

This supplementary prospectus (**Supplementary Prospectus**) is dated 19 November 2007. It is intended to be read with the prospectus dated 6 November 2007 relating to the offer of 28 million fully paid ordinary shares in the Company (**Prospectus**).

This Supplementary Prospectus was lodged with the Australian Securities Investment Commission (**ASIC**) on 19 November 2007. ASIC takes no responsibility for its contents.

Unless they are otherwise defined, terms used in this Supplementary Prospectus have the same meaning as those used in the Prospectus.

## 1. Amendments to prospectus

The following statement is deleted from section 6.2.4 of the Prospectus:

*'The estimated a resource of 319,000 tonnes, 1.17% Cu and 0.28 g/t Au.'*

The Independent Geologist's Report contained in section 8 of the Prospectus is amended in accordance with the Supplementary Independent Geologist's Report contained in Annexure A.

## 2. Explanation of amendments

ASX has expressed concern that the statement above and some statements contained in the Independent Geologist's Report do not comply with the JORC code contained in Appendix 5A to the ASX Listing Rules.

The Independent Geologist has confirmed that the statements were included in the Independent Geologist's Report as historical background information only and do not in any way effect the Independent Geologist's assessment of the Company's indicated, inferred or measured resources.

Similarly, the statement above was included in the Prospectus as historical background information only and does not in any way effect the Company's indicated, inferred or measured resources.

These resources are set out in section 4.7 of the Prospectus and in the following table:

Mine	Location	Resource Category									Total			cut-off
		measured			indicated			inferred			t	Au g/t	Au oz	Au g/t
		t	Au g/t	Au oz	t	Au g/t	Au oz	t	Au g/t	Au oz				
Koala	Ross Pit Deepening	27,000	3.69	3,203	60,300	3.55	6,878	41,025	3.90	5,143	128,325	3.69	15,224	1.0
	Ross Pit Extension	16,748	3.55	1,911	13,750	2.88	1,275	1,815	2.14	125	32,313	3.19	3,311	1.0
	Hectorina Pit	13,265	2.94	1,253	17,551	6.98	3,936	386	2.22	28	31,202	5.20	5,216	1.0
	Underground Extension				140,164	8.40	37,836	60,480	7.61	14,796	200,644	8.16	52,631	5.0
	Tailings from 1930's				218,400	1.61	11,305				218,400	1.61	11,305	0.0
	<b>Total</b>	<b>57,013</b>	<b>3.47</b>	<b>6,367</b>	<b>450,165</b>	<b>4.23</b>	<b>61,230</b>	<b>103,706</b>	<b>6.03</b>	<b>20,090</b>	<b>610,884</b>	<b>4.46</b>	<b>87,687</b>	
Eugenia	in whittle pit - direct mill				384,736	3.49	43,120	152,466	3.22	15,779	537,202	3.41	58,899	1.3
	in whittle pit - heap leach				138,494	0.97	4,306	32,520	1.05	1,102	171,014	0.98	5,408	0.7
	outside pit				502,261	1.55	25,093	921,021	2.39	70,748	1,423,282	2.09	95,841	0.7
	<b>Total</b>				<b>1,025,491</b>	<b>2.20</b>	<b>72,519</b>	<b>1,106,007</b>	<b>2.46</b>	<b>87,629</b>	<b>2,131,498</b>	<b>2.34</b>	<b>160,148</b>	
Glen Eva	Underground below pit				<b>72,023</b>	<b>8.88</b>	<b>20,562</b>	<b>18,090</b>	<b>7.13</b>	<b>4,147</b>	<b>90,113</b>	<b>8.53</b>	<b>24,709</b>	5.0
	<b>Total</b>	<b>57,013</b>	<b>3.47</b>	<b>6,367</b>	<b>1,547,679</b>	<b>3.10</b>	<b>154,311</b>	<b>1,227,803</b>	<b>2.83</b>	<b>111,867</b>	<b>2,832,495</b>	<b>2.99</b>	<b>272,545</b>	

### 3. Effect of Supplementary Prospectus

The directors do not consider the information contained in this Supplementary Prospectus to be materially adverse from the point of view of an investor.

However, any person who has submitted an application for an allotment and issue of Shares prior to being provided with a copy of this Supplementary Prospectus may withdraw their application.

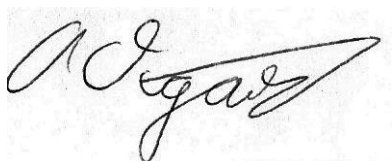
Any person who wishes to withdraw their application should contact the company secretary, Michael Ilett urgently on 07 3367 2144. Notice of any withdrawal must be given to the Company prior to the close of the Offer.

### 4. Consents

Each of the directors has consented to the issue and lodgement of this Supplementary Prospectus. None of the directors have withdrawn their consent before this Supplementary Prospectus was lodged with ASIC.

The Independent Geologist, Vidoro Pty Ltd (**Vidoro**), has given, and not withdrawn, its consent to being named, in the form and context in which it is named in this Supplementary Prospectus. Further, Vidoro has given, and not withdrawn, its consent to the the inclusion of its Supplementary Independent Geologist's Report in this Supplementary Prospectus in the form and context in which it is included.

Signed on behalf of the Company by:



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Andrew Vigar  
Director

Dated 19 November 2007

# Annexure A

## Supplementary Independent Geologist's Report



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19 November 2007

The Directors  
Drummond Gold Limited  
Unit 4, 67 St Paul's Terrace  
SPRING HILL QLD 4004

Dear Sirs

### SUPPLEMENTARY REPORT

We refer to our Independent Geologist's Report dated 31 October 2007 and provide this Supplementary Independent Geologist's Report.

Our Independent Geologist's Report is amended by deleting the following statements:

A. **Section 5.1 paragraph 5**

*'Renison completed a feasibility study based on an estimated 600,000 tonnes at 4.5 g/t Au (not a JORC-compliant resource), comprising 200,000 tonnes at 5.5 g/t Au mineralisation in a proposed open cut plus 400,000 tonnes of tailings to be re-processed (Wells et al, 1989).'*

B. **Section 5.2 first dot point**

*'Best intersection was 5.5m @ 3.0% Cu and 0.6 g/t Au.'*

C. **Section 5.2 sixth dot point**

*'Thirty RAB holes were drilled, one intersecting 2.32 g/t Au and 1.48% Cu.'*

D. **Section 5.3 paragraph 2**

*'The CPMA resources were compiled by Mr Mark Hill and Mr Paul Dale. Mr Mark Hill and Mr Paul Dale are both Members of the Australasian Institute of Mining and Metallurgy ("AusIMM") and have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they undertook to qualify as a Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.'*

E. **Section 5.3.1 paragraph 1**

*'Renison completed a feasibility study based on an estimated 600,000 tonnes at 4.5 g/t Au (not a JORC-compliant resource), comprising 199,000 tonnes at 5.4 g/t Au mineralisation in a proposed open cut plus 400,000 tonnes of tailings to be re-processed (Wells et al, 1989).'*

F. **Section 5.3.1 paragraph 2**

*'Ross recalculated the potential mineralisation remaining in the northern end of the old underground workings and came up with the preliminary figure of 108,000 tonnes @ 6.15 g/t Au (Mustard 1993). Ross noted that true widths interpreted from drill holes close to cross faults may be overstated. This was illustrated by a geostatistical study that produced a wide variability in the estimate: 220,000 tonnes plus or minus 44,000 tonnes @ 5.2 plus or minus 1.9 g/t Au.'*

G. **Section 5.3.1 paragraph 3**

*'The shoot was said to have a tonnage potential of 32,800 tonnes or 410 tonnes per vertical metre, based on intersections in three diamond holes around its margins although none intersect the inferred centre of the shoot.'*

H. **Section 5.3.1 paragraph 5**

*'The most significant was the Koala deposit which comprised both open cut and underground ore resources. The delineated resources were said to be:*

*Open Cut            147,940 tonnes @ 5.7 g/t Au*

*Underground      64,240 tonnes @ 6.3 g/t Au (recovered, diluted estimate)*

*The second resource was the tailings dump dating from mining conducted in the 1930's. The tailings were said to be amenable to conventional CIP extract techniques, albeit at reduced gold recoveries. The tails resource quoted was 225,000 tonnes at 1.8 g/t Au. Ross believed that there was potential for these resources to be economically mined and transported by road haulage for treatment at their Yandan CIP plant, located some 30 km from Mount Coolon.'*

I. **Section 5.3.2 paragraph 3**

*'Remaining indicated resources are 172,000 tonnes at 5.11 g/t Au, (using a 1.38 g/t Au cut-off (Dukovcic, 2003)) with a current in-ground resource of 28,200 oz of Au.'*

J. **Section 5.3.3 paragraph 2**

*'ACM Gold Ltd between Aug 1989 and May 1991 delineated a tentative flytch based resource of 767,000 tonnes @ 2.90 ppm Au. In 1993 Ross modelled the deposit based on west dipping ore blocks with dimensions 2 X 6 X 25m, giving a geological resource of 1.19Mt @ 1.9 g/t Au. A second model based on west dipping plus flat lying ore blocks of the same dimensions, from strong evidence supporting the presence of a flat lying supergene zone of enrichment at the transition zone, gave a geological resource of 1.39 Mt @ 1.8 g/t Au. Calculation of mineable oxide-transition resource excluding sulphide mineralisation below 60m vertical depth yielded figures of 900,000 tonnes at 1.48 g/t Au. These were internal estimates only and are not JORC/CIM compliant. The polygonal method employed gave low confidence limits.'*

K. **Section 8.1.1 paragraph 6**

*'The orebody, amounting to about 200,000 to 250,000 tonnes containing of the order of 20 g/t Au, was saucer-shaped in section along the line of lode, and at its deepest point approached the No. 4 level, about 120m beneath the surface.*

L. **Section 8.1.1 paragraph 16**

*'The Koala gold lode is analogous to the copper-, copper-gold- or gold-bearing quartz-tourmaline veins associated with several plutons in the Coastal Batholith of Chile. In common with the Mt Coolon district, the Chilean examples commonly carry actinolite, magnetite and K-feldspar, and are associated with tourmalinization of their wallrocks. Recognition of the Koala lode as intrusion-related rather than epithermal affects interpretation of the geological observations in several ways. Firstly, gold grades in the lode are likely to be less capricious than those in most epithermal veins, which implies that appraisal of lode potential by drilling is likely to be more meaningful. Secondly, at least in theory, ore zones may possess a considerable vertical extent (up to 1000m or more). Thirdly, if shallow (<500m) level boiling of gold-bearing fluids, as per the most widely quoted epithermal model, did not generate the Koala gold mineralisation, the utility of fluid-inclusion studies is greatly reduced. Fourthly, and as a direct corollary of three, the linear argillised zone that defines the Footwall Reef cannot be interpreted as a shallow-level manifestation of boiling that caused gold deposition in a "blind", underlying quartz vein.'*

M. **Section 8.1.8 paragraph 4**

*'Several intercepts over 1 g/t Au were made, most of them related to the Sellheim Fault Zone. At the Battery Hill prospect within the North Conway epithermal system, best drill results were 8m @ 2 g/t Au in BHRC001 and 8m @ 2.1 g/t Au (incl. 2m @ 5.8 g/t Au) in BHRC004. A core hole drilled by BHP at the Blue Gum prospect, 4 km south of Battery Hill, intercepted 8m @ 7.0 g/t Au but was not followed. At the Bobby Dazzler prospect, 5 km SE of Blue Gum, BHP intercepted 4m @ 7.5 g/t Au in hole BD8 and 2m @ 7.5 g/t Au from BD13 but again no follow-up drilling was done.'*

N. **Section 8.1.8 paragraph 6**

*'Best assay results were 2m @ 27 g/t Au in hole CON006 and 2m @ 9.3 g/t Au in hole CON014).'*

We confirm that the statements above were included in our initial report as historical background information only and do not in any way affect our assessment of the Drummond Gold Limited's indicated, inferred or measured resources.

Yours sincerely



**David G Jones**  
Vidoro Pty Ltd