



SOVEREIGN GOLD COMPANY LIMITED

Sovereign Gold Company Limited
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Latest News

www.sovereigngold.com.au

Directors / Officers

John Dawkins AO
Michael Leu
Jacob Rebek
Bruce Dennis

ASX Symbol: SOC

Qualifying Statements

The information in this Report that relates to Exploration Information is based on information compiled by Michael Leu who is a member of The Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists.

Mr Leu is a qualified geologist and is a director of Sovereign Gold Company Limited.

Mr Leu 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 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Resources. Mr Leu consents to the inclusion in this announcement of the Exploration Information in the form and context in which it appears.

Quarterly Activities Report – December 2014

This quarterly operations report is dated 30 January 2015 and is for the three months ending 31 December 2014.

Corporate

On 24 December 2014 Peter Meers resigned as a director of Sovereign Gold Company Limited (**Sovereign Gold**).

On 17 November 2014 Bruce Dennis was appointed a director of Sovereign Gold.

Mount Adrah share acquisition (ASX: 11 July 2014; 22 July 2014)

On 11 November 2014 shareholders approved the issue of 44,200,000 of its shares as consideration of the Mount Adrah Gold Limited (**Mount Adrah**) acquisition previously announced and valued at 19.2 cents per share. Consideration of the offer was four Sovereign Gold shares for each Mount Adrah share. Sovereign Gold currently holds 99.5% ownership of Mount Adrah.

Exploration

SUGEC Joint Venture, Rocky River-Uralla IRGS

Diamond drilling program is ongoing at Frasers Find and will be completed and reported in the first Quarter 2015.

4.4 square kilometres of a 1:10000 geochemical soil survey (planned total of 8.2 square kilometres) was completed. Samples were collected every 20 metres along 100 metre line spacings. The average depth of soil samples was 40-50cm. All samples were sieved through 20 mesh screen. A total of 3,832 soil samples (including 121 duplicates) were delivered in January 2015 to Australian Laboratory Services for gold and multi-elements assays including silver, lead, zinc, antimony, bismuth and copper.

1:10000 geological mapping and rock sampling programs are also ongoing.

The geochemical soil survey and geological mapping were undertaken in EL 6483 and encompassed most historical gold workings including Wilson Creek, Martins Shaft, Frasers Find, Sueys Clam, Hudson McCrossins, Diggers Shaft, Vickers, the Old Bonanza Dyke (NE trending magnetic linear hosting several historic gold mines) and the Goldsworth Mine. The principal objective is to discover potential large scale gold mineralisation deeply concealed in this area. A further key objective is to delineate structures that have acted as conduits (plumbing) for gold-bearing fluids to define with higher precision the drill targets planned for the Cooperative Drilling Program.

Sovereign Gold has been granted funding through the NSW Government New Frontiers Cooperative Drilling Program. Funding in the amount of \$65,000 has been granted to Sovereign Gold's wholly owned subsidiary Biacil Holdings Pty Ltd, the holder of EL 6483.

The funding grant is to test the potential for a Mt Adrah Hobbs-like pluton associated with the Frasers Find - Diggers Shaft mineralisation. Previous drilling has confirmed the Frasers Finds mine was developed on a narrow, high grade gold vein that, more significantly, is part of large gold-bearing fracture zone that widens to the south-west towards a potential small circular, 'blind' (concealed) pluton indicated by Sovereign's airborne geophysical survey.

Mount Adrah, IRGS

A scoping study is ongoing on the project economics of developing an open cut gold mine to depth of 150 metres within Hobbs Pipe 1. This includes conceptual pit shell optimisation and capex/opex over a range of annualised mining rates. The aim is to determine the feasibility of transitioning to a cash generating producer that can organically fund exploration for further Hobbs Pipes. Drill programs have been designed to test the grade, width, lateral and vertical extent of known narrow vein high grade gold structures (e.g Castor Reef and White Deer Reef). Ongoing exploration has identified further potential targets for Hobbs-like Pipes and high grade reefs.

Halls Peak, Base and Precious Metals

Ongoing research, principally using airborne VTEM data to develop a 3D stratigraphic model of the geology, to enable the Company to identify where to concentrate its subsequent geological investigations.

Detailed sampling and mapping of some of the high grade silver, lead, zinc and copper massive sulphide lodes included XRF (chemical content, especially Silicon) and XRD (mineralogical) analyses to support metallurgical studies.

Planning for the New Frontiers Collaborative Drilling program progressed and it is anticipated that the drilling program will commence in the September quarter. Funding in the amount of \$90,500 has been granted towards drilling in EL 4474.

During the quarter the Company's geologists also conducted an extensive review of the Company's exploration portfolio resulting in the relinquishment of two tenements and the reduction in the size of others.

Tenement information required under LR 5.3.3

Tenement No.	Location
New South Wales	
EL 6483**	Armidale
EL 7770	Tamworth
EL 8056	Weabonga
EL 6372*	Adelong
EL 7844*	Gundagai
EL 8127*	Adelong
EL 8218*	Adelong
EL 8219*	Gundagai
EL 7491**	Armidale
EL 7768**	Armidale
EL 5339	Halls Peak
EL 4474	Halls Peak
EL 7679**	Halls Peak
Disposal	
EL 7700	Armidale-Uralla
EL 7701	Armidale-Uralla

Notes:

During the quarter; there has been no change in beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter.

* Sovereign holds a 99.5% interest in Mount Adrah Gold Limited, the holder of the licences

** Subject to Farm-in