



Quarterly Activities Report – September 2015

SOVEREIGN GOLD COMPANY LIMITED

Sovereign Gold Company Limited
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Directors / Officers
John Dawkins AO
Simon Bird (MD)
Michael Leu
Charles Thomas
Rocco Tassone

ASX Symbol: SOC

Mount Adrah Mineral Resource estimate is:

770,000 oz of gold, at various cut-off
grades: Indicated: 440,000 oz
from 12.1 Mt at 1.1 g/t gold and
Inferred: 330,000 oz from 8.4 Mt at
1.1 g/t gold¹

¹ The information regarding the Mineral Resource is extracted from the report entitled "Hobbs Pipe Mineral Resource Update Additional Information" created 27th December 2013 and is available to view on sovereigngold.com.au/investors.htm. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

This quarterly operations report for Sovereign Gold Company Limited (**Sovereign Gold or the Company**) (ASX Code **SOC**) is dated 30 October 2015 and is for the three months ending 30 September 2015.

Corporate

On 7 September 2015 the Company advised it was in advanced joint venture discussions with a number of parties to develop the Halls Peak Zinc base metals project.

On 3 September 2015 the Company's 99.5% owned subsidiary, Mount Adrah Gold Limited settled its Singapore High Court action brought by a former corporate finance advisor with no material impact.

On 14 July 2015 Mr Rocco Tassone and Mr Charles Thomas were appointed non-executive directors of the Company as nominees for GTT Ventures Pty Ltd, the recent underwriter for the closed non-renounceable rights issue. Bruce Dennis and Rado Jacob Rebek resigned as directors but Mr Rebek remains as a consulting geologist.

On 14 July 2015 the Company repaid the outstanding debt to Bergen Global Opportunity Fund II LLC under the convertible securities agreement entered into in late 2013. A further \$200,000 was used by Sovereign Gold to partially repay the Hudson loan.

On 8 July 2015 the Company closed its underwritten non-renounceable rights issue and placement, raising in excess of \$1.12 million before costs.

Operations

Mount Adrah Gold Project

Due diligence was conducted on EL 6372 by the Chinese investment consortium which can earn up to 50% through funding primarily contracted drilling programs through the spending of \$2,000,000.

An Exploration Planning Committee consisting of both Sovereign Gold's and the JV partner's Geologists was formed.

Shallow drilling is initially planned to follow gold-bearing structures along strike and down dip. Further drill targets have been identified that may potentially host repetitions of Hobbs-like pipes.

A key objective is to more accurately constrain the tonnage, grade and contained ounces of gold from surface to a depth of 150 metres to support the scoping study of developing an open cut mine within the Hobbs Pipe.

Rocky River-Uralla Gold Project (ASX 9 September 2015)

Diamond drilling commenced during the quarter at the Rocky River Intrusion-Related Gold System (**IRGS**) to test the historical Hudsons-McCrossins workings that have not been previously been drilled. The Hudsons-McCrossins workings consist of a series of pits and shallow shafts that extend for 360m on a north-east trend. They have been developed on a sheeted vein system in altered country rock and are associated with altered sulphide-bearing felsic dykes similar to the mineralised gold-bearing dyke drilled at Martins Shaft.

Rocky River IRGS Cooperative Drilling Program funding of \$65,000 granted by the NSW Government with the balance to be funded by Sovereign's Chinese partners, SUGEC. The Cooperative Drilling funding grant is to test a potential gold-bearing concealed circular pluton and associated structures indicated by Sovereign Gold's airborne geophysical survey.

Halls Peak, Base and Precious Metals Project

Three Exploration Licences in north-eastern NSW covering all identified areas of polymetallic (Zn, Pb, Cu and Ag) mineralisation. The deadline for completing the Cooperative Drilling program has been extended to allow land access negotiations to be completed. The Company is in advanced joint venture discussions to develop the Halls Peak Zinc base metals project.

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.

Tenements

Tenement information required under LR 5.3.3

Tenement No.	Location
New South Wales	
EL 6483**	Armidale
EL 8375	Weabonga
EL 6372*	Adelong
EL 7844*	Gundagai
EL 8127*	Adelong
EL 8219*	Gundagai
EL 7491**	Armidale
EL 7768**	Armidale
EL 5339	Halls Peak
EL 4474	Halls Peak
EL 7679**	Halls Peak

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