

ASX AND MEDIA RELEASE

July 30, 2009

Initial positive signs for Bald Mountain Gold Project JV

Queensland Gold and Minerals Ltd (ASX: "QGM") has been advised by its joint venture partner Newmont Exploration Pty Ltd (Newmont) that field work for the June quarter has established initial positive results on the Malcolm Creek Gold Project 40kms south of Forsayth in north Queensland (see Figure 1 on following page).

Reinterpretation of the existing IP geophysical data has resulted in the identification of a chargeability response coincident with an Au in soil anomaly in the Pig Hole Fault area within the Bald Mountain prospect. Three soil lines confirmed the location and tenor of the soil anomaly. As a result of these findings a detailed pole-dipole IP geophysical survey is planned over the Pig Hole Fault target area with the aim of producing a 3D model of zones of high chargeability and resistivity.

Several first pass soil sampling lines are planned over the Tin Mine Gully area in the eastern sector of the exploration permit to ascertain if the Au in soil anomaly at Malcolm Creek follows the stratigraphy to the east.

Incorporation of reprocessed airborne magnetic and radiometric data along with satellite imagery is expected to further define the zones of interest.

Under the joint venture agreement Newmont is obliged to expend \$250,000 within the first year of participation and, if it elects, up to \$2 million to earn an interest up to 70% over four years.

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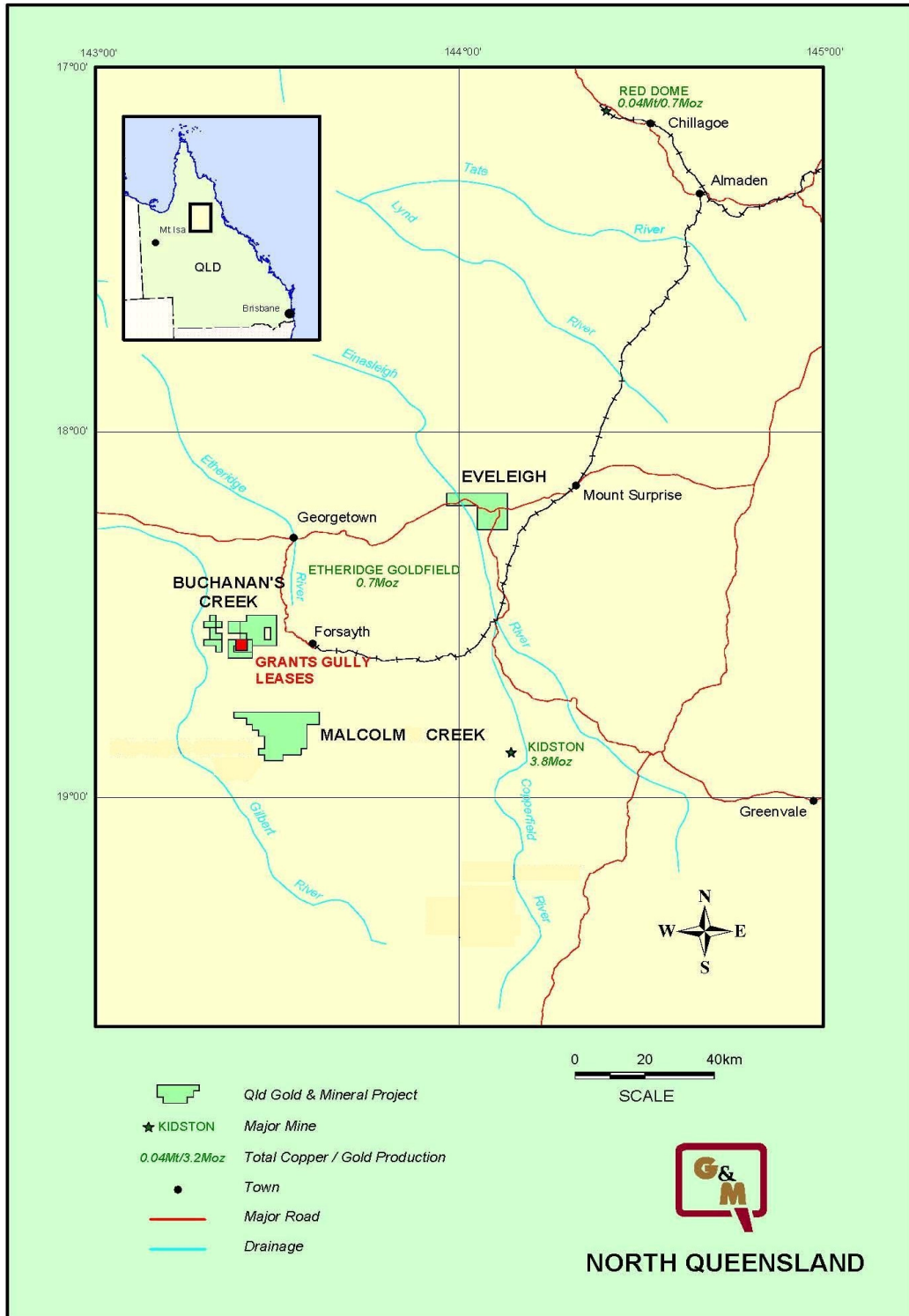


Figure 1 – Malcolm Creek Project location

In accordance with Listing Rules 5.10, 5.12 and 5.1 of the Australian Stock Exchange Limited, technical information contained in this report has also been compiled by Mr. Adrian Day, BSc (Geol), MAIG, MSEG, MGSA and Queensland Gold and Minerals Ltd Director and Exploration Manager, Mr. John Nethery B.Sc (Geol), DipEd, CP (Geo), F.AusIMM, FAIG, FSEG, MGSA, who are competent persons and members of the Australasian Institute of Mining and Metallurgy and/or the Australian Institute of Geoscientists. Mr Day and Mr Nethery have relevant experience to the mineralisation being reported on to qualify as Competent Persons as defined by the Australasian Code for Reporting of Minerals Resources and Reserves. Mr Day and Mr Nethery consent to the inclusion in the report of the matters based on the information in the form and context in which it appears.