

17th May 2011

SULTAN TO COMMENCE DRILLING PROGRAMME AT ELSINORA GOLD PROSPECTS

The Board of Directors are pleased to announce that Sultan Corporation Limited ("Sultan") will shortly commence drilling at its 100 per cent owned Elsinora prospect located approximately 80 km south of Bathurst in NSW (see Figure 1 in Index I). The prospect area straddles the boundary between Sultan's tenement's EL6767 and EL6082 700m west of the main bitumen road between Tuena and Crookwell in NSW.

Work conducted by Sultan to date has included geological mapping, stream sediment sampling and analysis of the regional geophysics, and this work strongly indicates that Elsinora has the potential for McPhillamy's style gold and base-metal mineralization. The general geological setting includes strong structural control, strong potassic alteration and anomalous Gold (Au) and Zinc (Zn) geochemistry.

McPhillamy's deposit is located approximately 50km to the north of Sultan's tenements and is a Joint Venture Project between Newmont and Alkane Resources Ltd, operated by Newmont. It has a stated resource of 3 million ounces of Gold (Au) and 60,000 tonnes of Copper (Cu).

Drilling is planned to commence in the first week of June 2011 and will be conducted by Techdrill Services Pty Ltd of Orange, NSW. The targets defined by Sultan are new and lie up to 1 kilometre to the north east of historical workings. These targets have never been drilled before and the initial programme will consist of nine RC holes for a total of 1800 metres. The locations of the proposed drill holes are indicated in figure 2 in Index II. Sultan expects that this current round of drilling will take approximately two months to complete, including assaying and results.



Derek Lenartowicz
Managing Director

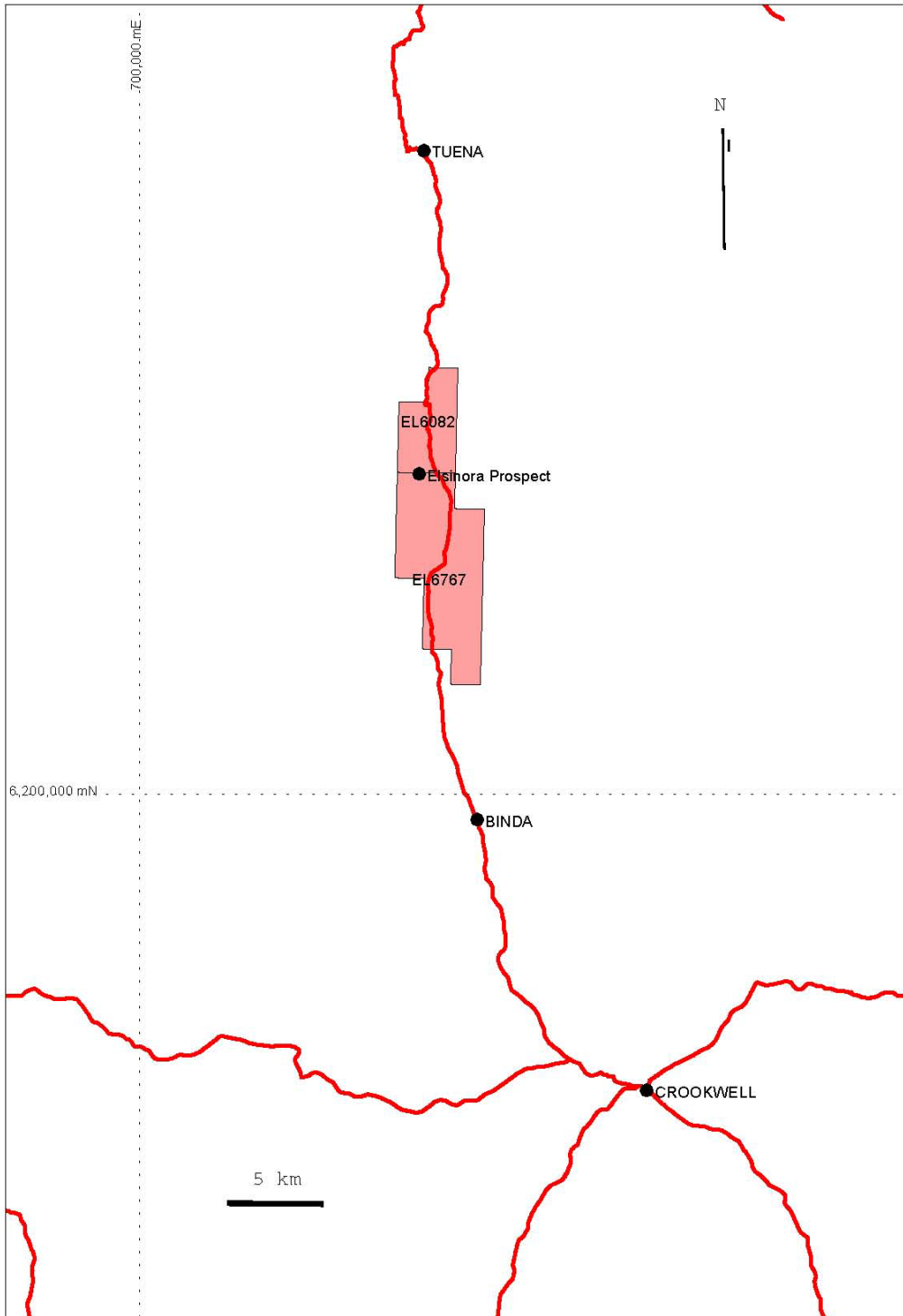


Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr. Kevin Alexander. Mr. Alexander is a full time employee of Sultan Corporation Limited. Mr. Alexander is a member of The Australasian Institute of Mining and Metallurgy and Australian Institute of Geoscientists. He has sufficient experience that is relevant to the style of mineralization under consideration and to the activity which he is undertaking to be qualified as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting on Exploration Results, Mineral resources and Ore Reserves". Mr. Alexander consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.



INDEX I : FIGURE 1 **ELSINORA PROSPECT: LOCATION MAP**





INDEX II : FIGURE 2 ELSINORA PROSPECT: PROPOSED DRILL-HOLE
LOCATIONS

