

ASX ANNOUNCEMENT

27 February 2012 (3 pages by email)

SIGNIFICANT BELINAU DRILLING RESULTS

Sumatra Copper & Gold plc ('Sumatra' or 'the Company') is pleased to report further high grade results from geotechnical drilling at its **Belinau** deposit within its 100%-owned Tembang gold and silver project, located in south Sumatra, Indonesia.

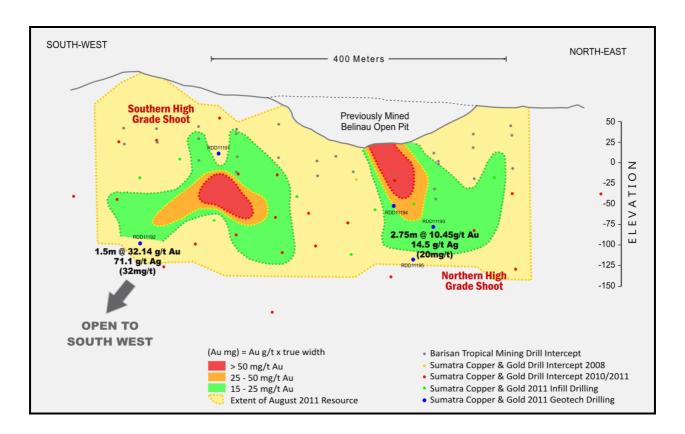
Drilling highlights include:

- 1.5 metres @ 32.14 g/t Au and 71.1 g/t Ag from 228.5 to 230.0 metres downhole, confirming the southern shoot is open to the south west (RDD 11192)
- 2.8 metres @ 10.45 g/t Au, 14.5 g/t Ag from a depth of 170.6 metres downhole in the Northern Shoot (RDD 11193)

These results were from a series of geotechnical holes drilled during the third quarter of 2011 as part of the recently concluded pre-feasibility study, which indicated that Belinau is a robust and profitable project. The cores were recently returned after successful completion of the test work and sampled on site. Results are awaited for a further three geotechnical holes (RDD11191, RDD1194 and RDD 11195).

Sumatra Managing Director Julian Ford said the results continue to outline the high-grade nature and exploration potential of the Belinau vein system which is a key component of the Stage 1 development plan.

"We will resume extension and infill drilling of the Tembang prospects once the Company is in a position to fund this exploration from cash flow. We already have an extensive resource base and will be looking to leverage off this asset in the current attractive gold market. It is encouraging however that geotechnical drill holes are continuing to intersect significant mineralisation," said Mr Ford.



For more information please contact:

Julian Ford
Managing Director
Sumatra Copper & Gold plc
+61 2 9300 3377

Richard Edwards
Company Secretary
Sumatra Copper & Gold plc
+61 2 9300 3377

Melanie Gray Stokes Investor Relations Walbrook IR +61 424 135 294

About Sumatra Copper & Gold

Sumatra Copper & Gold plc (ASX: SUM) is an emerging gold and silver producer and the pre-eminent precious metals explorer in southern Sumatra. It has a significant greenfields to brownfields project portfolio covering more than 3,200 km².

Sumatra's 100%-owned Tembang Project is on-track for production during 2013. It has a JORC resource of 976,000 ounces gold and 12.8 million ounces silver. Initial stage 1 production plan is low cost, high-grade operation, targeting 200,000 to 400,000 tonnes per annum.

Under a joint venture with Newcrest Mining Ltd ('Newcrest'), Sumatra is currently exploring the Tandai Project (30% Sumatra; 70% Newcrest). Newcrest has already met its minimum expenditure position of US\$1.75 million and has an option to earn a 70% interest by spending US\$12 million over 5 years. Sumatra has found significant gold mineralisation at Tandai, which has historic high grade production of 1.4 million ounces gold.

Sumatra continues work at its wholly-owned Sontang Project, which is a high grade greenfields exploration project.

The Company has offices in Jakarta, London, Perth, Sumatra and Sydney

Other

The information in this report that relates to Exploration Results or Mineral Resources is based on information compiled by Matthew Farmer, geologist, who is a Member of the Australasian Institute of Mining and Metallurgy. Matthew Farmer is an employee of the Company who 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Matthew Farmer has consented to the inclusion in this report of the matters based on his information in the form and context in which they appear.