

16 October 2013

The Company Announcements Office
Australian Securities Exchange Limited

NEW ACQUISITION CONSOLIDATES PROSPECTIVE AREA ADJACENT TO NTIOLA DEPOSIT - MASSIGUI PROJECT, MALI

Highlights

- **Prospective landholding at the Massigui Project in southern Mali increased through acquisition of a new exploration permit covering the continuation of the geological sequence and structure that hosts gold mineralisation at Ntiola and the recently discovered Kondji Prospect.**
- **Boa Prospect defined by highly anomalous gold in soil geochemical results of similar tenor and dimension to those leading to the discovery of the high grade shallow mineralization at Ntiola.**
- **Excellent potential to discover additional high grade gold mineralisation at targets generated from historical geochemical results.**
- **Numerous high priority gold targets yet to be subjected to systematic bedrock drilling.**
- **Systematic auger drilling to commence shortly to define additional bedrock drill targets.**
- **Acquisition adds to the already significant potential at the Massigui Project to delineate further gold mineralisation proximal to Ntiola and the facilities at the Morila Gold Mine.**

Birimian Gold Limited (ASX:BGS; “Birimian Gold” and “Company”) is very pleased to announce that the Company has secured a strategic expansion to the Massigui Gold Project in southern Mali through the acquisition of the highly prospective Hanne Permit. This permit abuts the Company’s 100% owned Finkola Permit, the host to the Ntiola Gold Deposit (Figure 1).

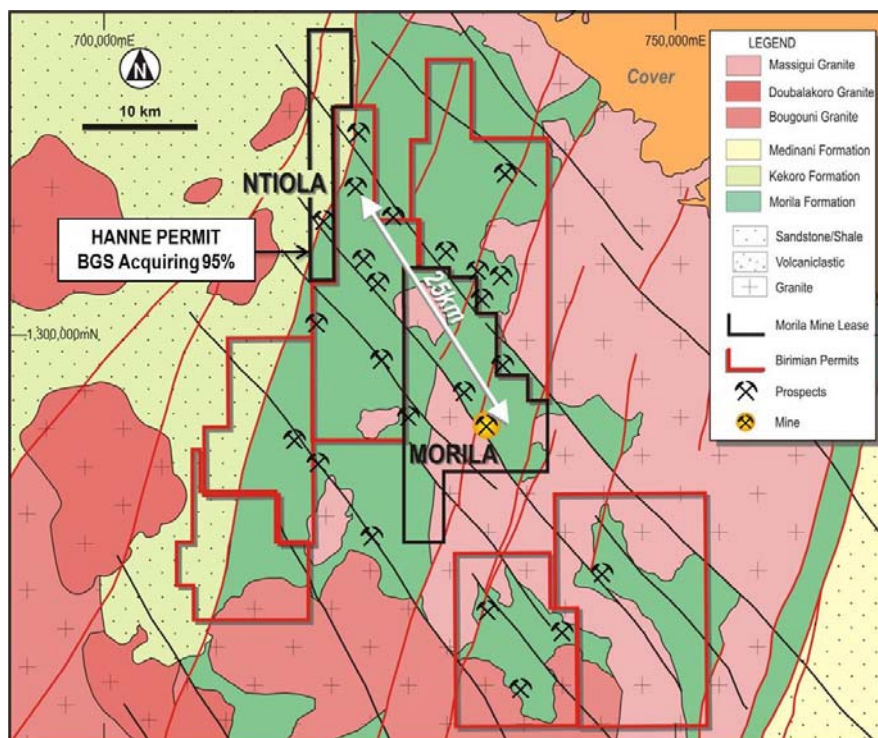


Figure 1. Birimian Gold’s Massigui Project, Mali.

Hanne Permit

The newly acquired Hanne Permit (64km²) covers the continuation of the gold bearing structure and geological sequence that hosts gold mineralisation at Ntiola. Multiple highly prospective zones have been defined from geochemical soil sampling conducted by previous explorers on the permit (Figure 2). Of significant interest to the Company is the large scale, high tenor soil anomaly at the Boa Prospect, situated 3.5km to the west of Ntiola.

The Boa Prospect is defined by a soil geochemical anomaly of similar dimension and tenor to the geochemical anomaly that led to the discovery of the shallow high grade mineralization at Ntiola. Previous exploration work included sporadic pit sampling and very broad spaced (400m x 400m) shallow rotary air blast (RAB) drilling over portions of the anomaly. Only nine reverse circulation holes have been drilled previously over an area containing in excess of 6km² of broadly anomalous surface geochemistry. Results from this limited work returned highly anomalous gold assays which confirm the broad gold potential of the Boa Prospect area.

Additionally, a number of other prospects have been defined by geochemical assay results from soil sampling on the property. These anomalies have never been subjected to systematic bedrock drill testing. The Company believes these multiple prospects and the large Boa Prospect have excellent potential for further gold discoveries and it will undertake systematic auger drilling to define suitable targets for detailed drill testing.

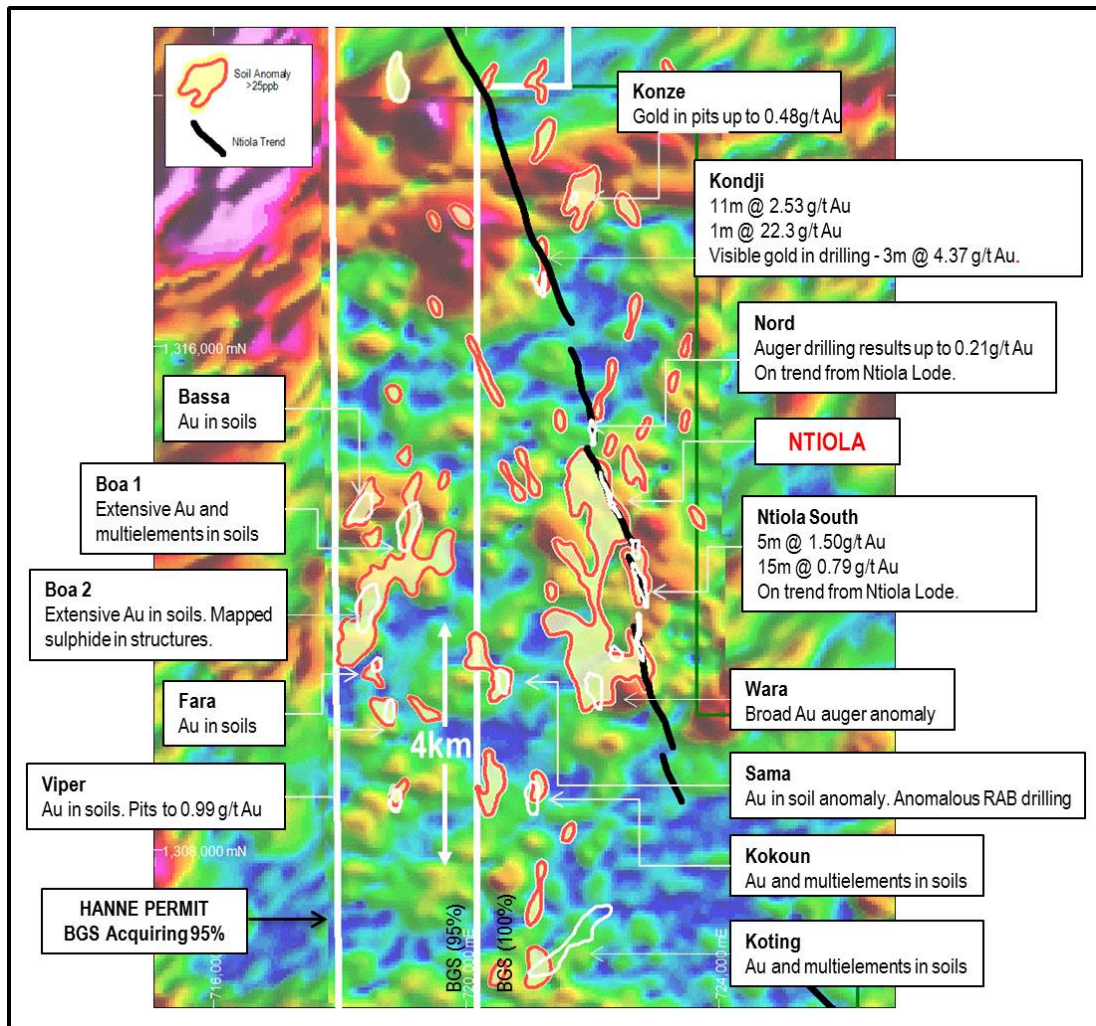


Figure 2. Central portion of the Hanne Permit, Massigui Project, Mali. Prospects are shown in white outline with soil geochemistry anomalies (>25ppb Au). Background is the ASIG magnetic image.

Commercial Terms

Birimian Gold entered into a Heads of Agreement with Hanne General Trading SARL (“Hanne”), which secures Birimian Gold an option to purchase a 95% interest in the permit. The terms of the agreement are;

Option payments

Year 1	\$35,000
Year 2	\$30,000
<u>At title transfer</u>	<u>\$30,000</u>
Total	\$95,000

Free Carry Interest

Hanne’s retains a 5% free carry interest until the grant of a mining permit. Upon grant of a mining permit Hanne will revert to a contributing interest and retain a 1% NSR on gold production.

Massigui Project

Birimian Gold continues to aggressively explore and strategically grow the Massigui Project with a view to defining gold resources which will be amenable to processing at the Morila Gold Mine and treatment plant.

The Company has commenced technical studies at the Ntiola Deposit and is currently prioritizing drill targets and formulating its exploration program over the Massigui Project area for the coming dry season. It is envisaged that the work program will include follow up RC drilling at advanced prospects and detailed target definition drilling at a large number of currently defined early stage prospects. The high priority targets on the newly acquired Hanne Permit will be factored into this work program.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Kevin Joyce'.

Kevin Joyce

Managing Director

Birimian Gold Limited

Competent Persons Declaration

The information in this announcement that relates to exploration results is based on information compiled by or under the supervision of Kevin Anthony Joyce. Mr Joyce is Managing Director of Birimian Gold and a Member of the Australian Institute of Geoscientists. Mr Joyce has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results. Mr Joyce consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.