



## ASX ANNOUNCEMENT

By e-lodgement

28 April 2014

# First Ever Drilling Program Underway at Seguela

Apollo Consolidated Limited (ASX: AOP, the Company) is pleased to announce that an inaugural drilling program is underway at its Seguela property in Cote d'Ivoire.

Targets to be tested in the approximate 3,000m reverse circulation (RC) drill program include:

- **Gabbro South** – new trench results to **12m @ 3.81g/t Au**
- **Gabbro** – historical trench results to **20m @ 2.65g/t Au**
- **Kwenko** – new trench results to **8m @ 3.16g/t Au**
- Historical workings at **Agouti**

As the Company has previously reported, the Seguela project has multiple gold targets at various stages of delineation. This program is designed to be an initial test of some of the more advanced zones (Figure 1), particularly those where there are well-defined mineralised structures in trenches. A number of other areas within the >15km of soil anomalism on the property show equal promise but are not yet drill-ready.

The Company recently completed a successful trenching program over previously untested gold-in-soil anomalies (see ASX announcement 31 March 2014 "Seguela Trench Results Add High Priority Targets"). The program identified new priority areas for drill-testing and these were added to existing drill-ready targets at Gabbro and Agouti. Most holes have been designed to target defined mineralisation in trenches or old artisanal workings, with the balance being step-out holes to test targets along-strike.

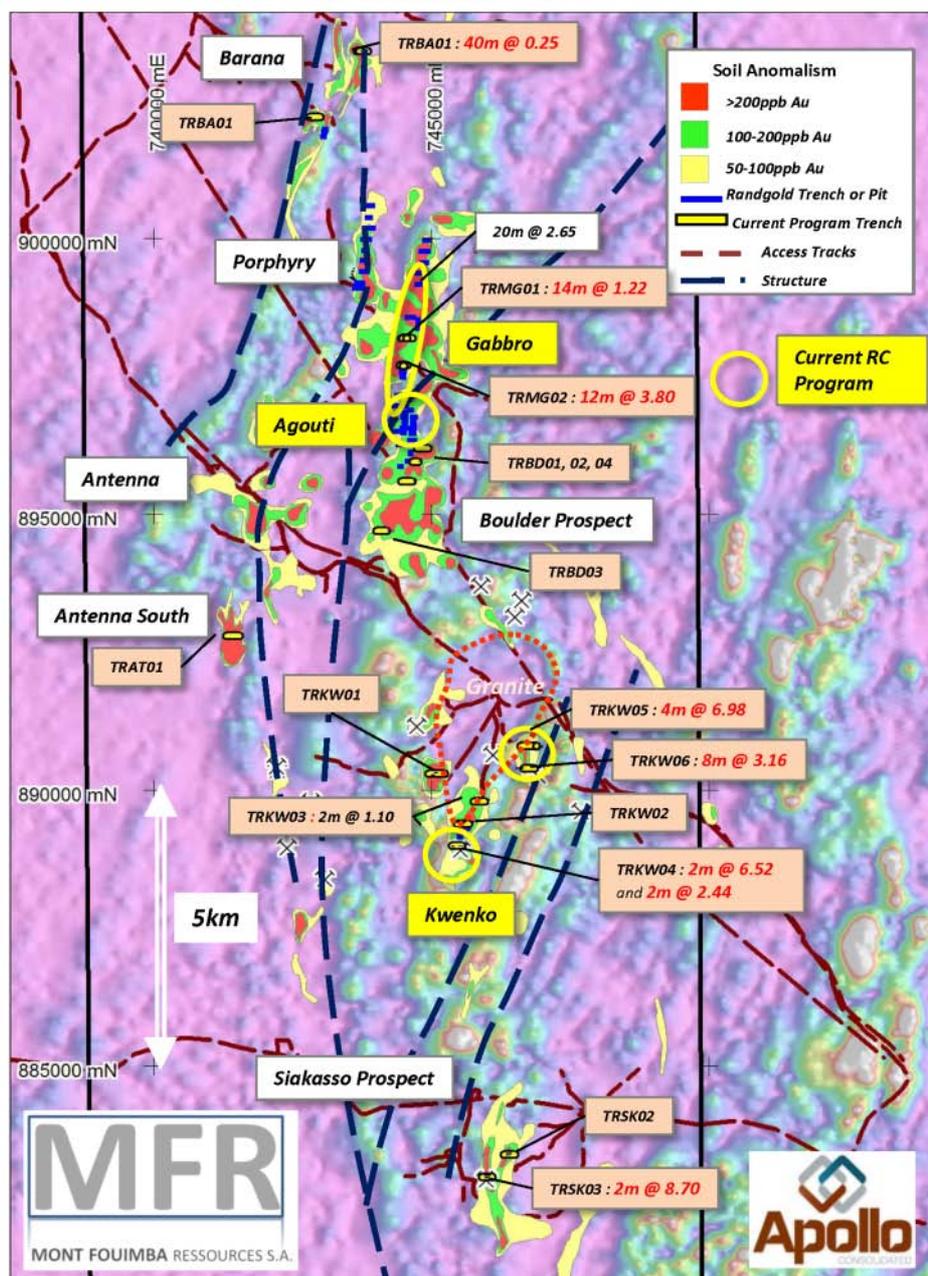
Approximately 30 drill holes are planned, for up to 3,000m of drilling. The Company is hopeful that the planned program can be completed in the coming four weeks, but the actual duration and total metres will be subject to seasonal weather conditions and site access. Key targets are:

### **Gabbro**

The combined Gabbro and Gabbro South trend is the priority target for this round of drilling as it shows good indications of mineralisation **over 2km of strike** (see Figure 2).

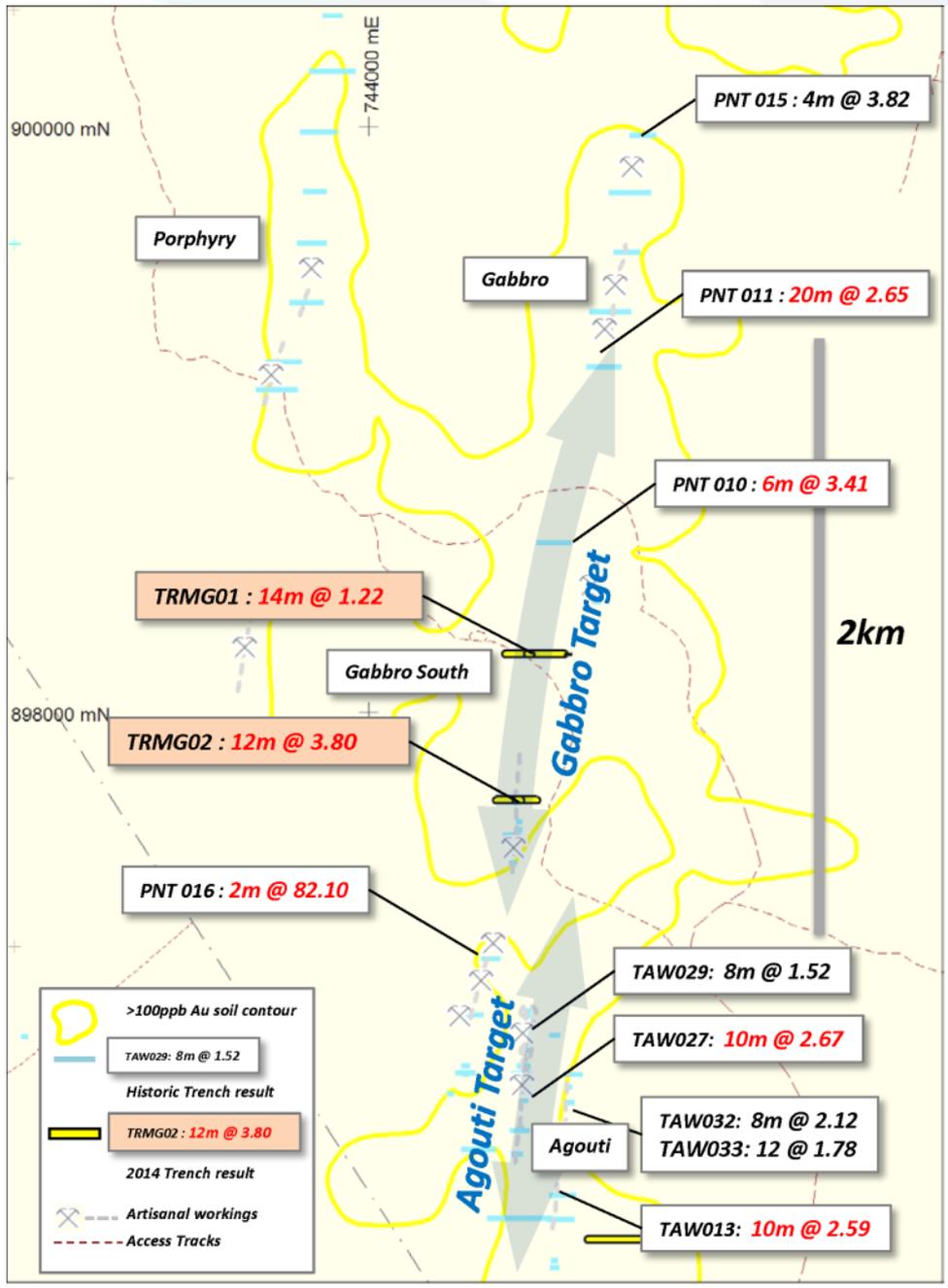
The Company's recent reconnaissance trenches 500m apart returned **14m @ 1.22g/t Au** in TRMG01, and **12m @ 3.81g/t Au** in TRMG02; and trenching by previous explorers 1km to the north has returned results to **20m @ 2.65g/t Au**. Each of these areas will be drill-tested in the current campaign at between 100m and 300m line-spacing and soil-covered structural target between the zones will also receive reconnaissance drillholes.

Figure 1. Planned Drill Targets, Significant Trench Results on Aeromagnetic Image



Site investigation of the recent trench results and of artisanal workings along strike has shown that mineralisation at the Gabbro target is hosted by quartz veining within a strongly altered structural zone, with additional gold mineralisation in adjacent felsic intrusive units.

Figure 2. 2014 Trench Results and Key Historical Results, Gabbro and Agouti Targets.



*Figure 3. Oxidised rocks in trench TRMG02 (12m @ 3.81g/t Au) at Gabbro South.*



### ***Agouti***

The Agouti area is located to the south and east of the Gabbro prospect (Figure 2) and comprises several lines of ancient artisanal workings in soil-covered mafic volcanic and felsic intrusive rocks. Historical trenching in this area has only been partly effective, with collapsed oxide zones in the target horizons. Past results are reported to include 10m at 2.67g/t Au, and 10m @ 2.59g/t Au.

Some of the larger ancient workings will receive initial drill-testing in this program to better understand the style and controls of mineralisation in this area.

### ***Kwenko***

Six reconnaissance trenches were recently dug around the southern portion of the 2km x 3km Kwenko granite intrusion (Figure 1). Results included **2m @ 6.52g/t Au** in trench TRKW04, **4m @ 6.98g/t** in TRKW05 and **8m @ 3.16g/t** in trench TRKW06.

Gold mineralisation is hosted by shallowly-dipping quartz veins with associated alteration and the Company sees potential for stacked veins at each of these locations. An area of active artisanal workings immediately to the south of TRKW04 shows



particular potential, with veins being worked in a variety of orientations over 400m strike at this location. This target lies in a promising structural setting near the southernmost termination of the Kwenko granite (Figure 1) and at the point of intersecting northeast and northwest oriented fault structures.

All of the above zones will receive reconnaissance drillholes in the current campaign.

### ***Future Work***

The Company is excited by the exploration opportunities presented by the Project and it looks forward to the results of this first-ever drilling campaign. Results will be released as they are received and interpreted.

Exploration success at any of the targets would be followed up with infill drilling as required.

Elsewhere the Company will continue to bring forward other prospects on the property, with the aim of having them drill-ready for the 2014-15 dry season. Targets for continued work include **Barana, Siakasso, Porphyry, Antenna and Boulder**.

### ***ABOUT SEGUELA PROJECT***

Seguela is a 350 square kilometre permit located in the central west of Cote d'Ivoire. The permit was granted for three years in December 2012 and can be renewed for successive periods. The permit was transferred to Apollo controlled Ivorian JV company Mont Fouimba Resources in June 2013. Apollo's wholly-owned subsidiary Aspire Minerals Ltd has a 51% shareholding in the JV company, with a local partner holding the balance. Aspire can earn up to a 100% shareholding through staged exploration expenditure and completion of feasibility studies. On conversion to an extraction licence Aspire would hold 90% of the company and the government of Cote d'Ivoire would hold a 10%.

The Seguela permit is the Company's most advanced West African gold project and is underlain by a typical Birimian mafic and sedimentary sequence within a regional structural zone. Soil sampling by Apollo and earlier explorer Randgold Resources Limited has delineated numerous soil anomalies over more than 20km of strike. Each anomaly is characterised by a high gold threshold (>50ppb Au) and most include significant zones of >200ppb Au anomalism.



The Gabbro, Porphyry and Agouti prospects have received historical trenching and pit traverses by Randgold, returning zones of significant bedrock mineralisation in each area. Trenching in 2014 added to the list of advanced targets on the property.

Previous work on the project is presented in the Company's most recent Presentation Materials, available at [www.apolloconsolidated.com.au](http://www.apolloconsolidated.com.au). There has been no previous drilling in the project area.

*The information in this release that relates to Exploration Results, Minerals Resources or Ore Reserves, as those terms are defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserve", is based on information compiled by Mr. Nick Castleden, who is a director of the Company and a Member of the Australian Institute of Geoscientists. Mr. Castleden has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are 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 Reserve". Mr. Castleden consents to the inclusion of the matters based on his information in the form and context in which it appears.*

*Past Exploration results referring to the Seguela Project have been previously prepared and disclosed by Apollo Consolidated Limited in accordance with JORC Code 2004. The Company confirms that it is not aware of any new information or data that materially affects the information included in these market announcements. The exploration results previously prepared and disclosed under the JORC 2004 have not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. The Company confirms that the form and context in which the Competent Person's findings are presented here have not been materially modified from the original market announcement. Refer to [www.apolloconsolidated.com.au](http://www.apolloconsolidated.com.au) for details on past exploration results.*