

HEEMSKIRK

Announcement



27 July 2010

Pajingo - Further strong exploration results

For further information, please contact:

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Kevin Robinson
Managing Director



KEY POINTS

- 🚧 Pajingo continues to yield high grade gold exploration results from the Zed Sonia area
- 🚧 Intercepts include: 3.1m @ 27.4 g/t, 3.3m @ 25.6 g/t, 0.8m @ 56.4 g/t and 4.2m @ 14.3 g/t

Heemskirk Consolidated Limited (HSK 40%) together with its partner in the Pajingo Joint Venture, North Queensland Metals Limited (NQM 60% and Manager) today released the latest underground drilling results on Zed East and Zed West orebodies.*

The results which include high-grade intercepts of 3.1m @ 27.4 g/t, 3.3m @ 25.6 g/t, 0.8m @ 56.4 g/t and 4.2m @ 14.3 g/t confirm that while narrow, this mineralisation continues to extend eastward. These results come on the back of the excellent results announced earlier in the month.

Drilling is being conducted from the recently completed access drive on the 767RL and 885RL levels. This development involved an investment of around \$5M in infrastructure which specifically allows for delineation drilling of the Zed Sonia and Bunty orebodies, and provides the platform for extraction of these orebodies.

Managing Director, Mr Kevin Robinson said,

"We remain very encouraged by these extensional and infill gold results. Pajingo has a history of good grade and these results appear consistent with this."

Delineation drilling at Zed and Sonia is designed to reduce the hole spacings to approximately 20m x 20m intervals enabling mineralisation to be upgraded from Inferred category to Indicated category. The information gained will also enable optimal positioning of future development.

The Company will provide an update of the Reserves and Resources as soon as possible. This will include all recent and pending drilling results.

* provided by the Manager

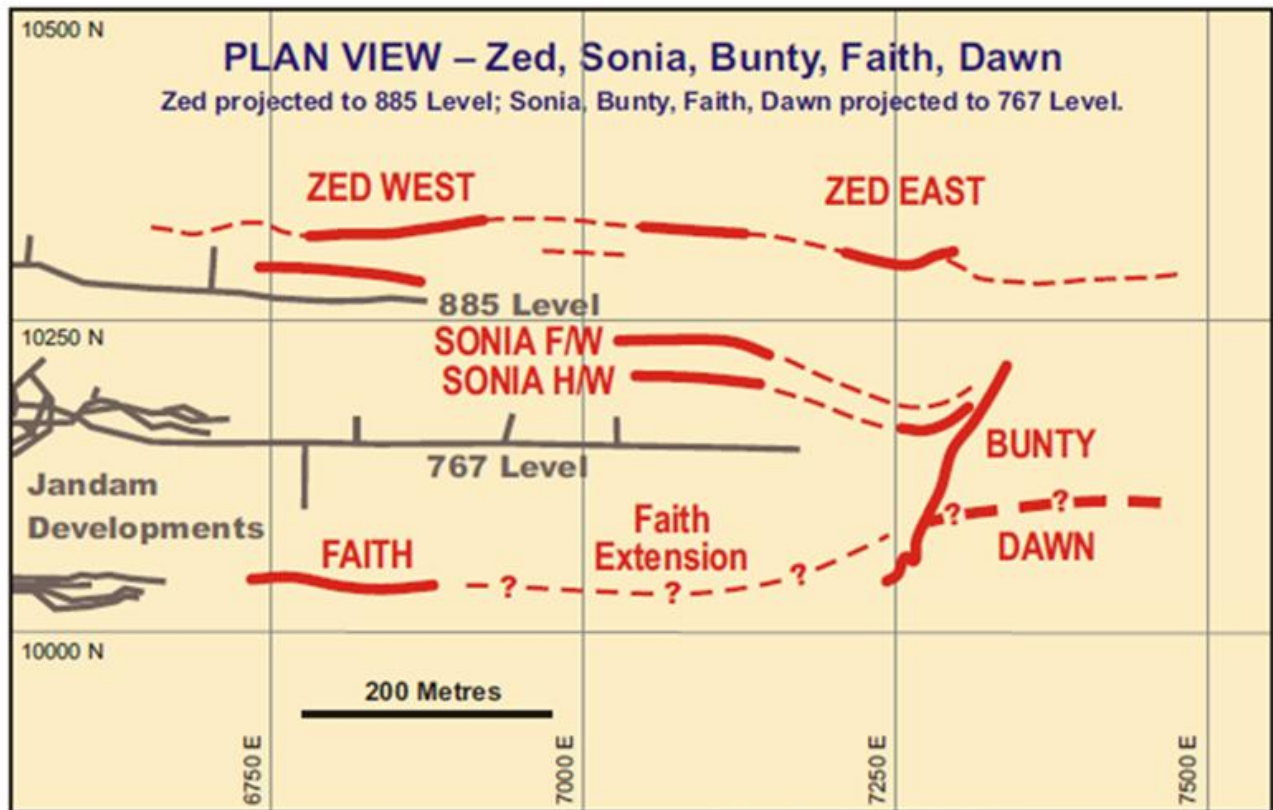


Figure 1: - Plan showing Faith and Dawn target zones in relation to the Zed Sonia and Bunty orebodies at Pajingo Gold Mine

LOCATION	HOLE ID	FROM	TO	Down Hole Intersection m	Au g/t
Zed West	2010_31	66	67.6	1.6	8.02
	2010_32	74	77.3	3.3	25.6
	2010_33	23	27.2	4.2	2.4
	and	29.4	32	2.6	5.7
	2010_34	28.2	31	2.8	4.4
	and	87.9	91	3.1	27.4
	2010_35	89	90	1	3.65
	2010_36	94.5	96	1.5	2.3
	and	103.6	106.4	2.8	3.7
	2010_39	76.2	77	0.8	56.4
Zed East	0769_04	211.2	215.4	4.2	14.3
	and	231.2	237	5.8	5.4
	0769_05	165.4	168	2.6	1.95
	and	238.7	239.5	0.8	5.6

Table 1: - Drill Results

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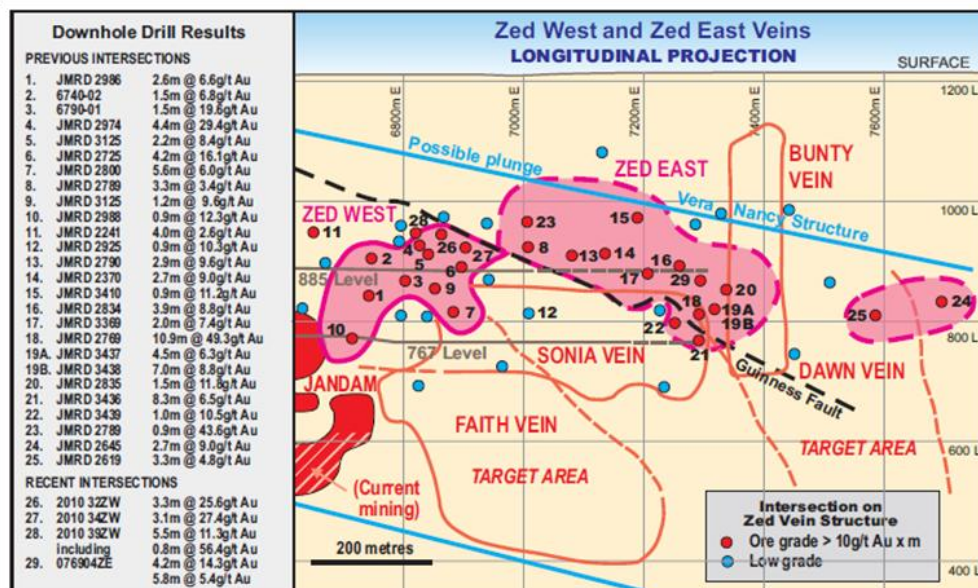


Figure 2: - Cross section showing the Zed orebodies in relation to other mineralised zone in the eastern section of the mine

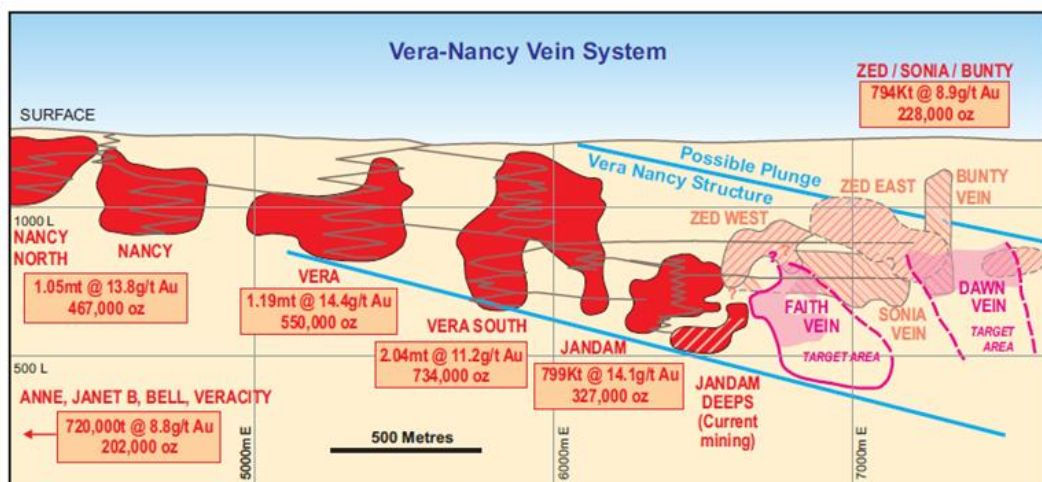


Figure 3: - Total production to May 2009 (excluding Scott Lode, Cindy)
5.86 million tones @ 12.2 g/t Au – 2,303,976 ounces

Directors
Bruce Kay
(Non-Executive Chairman)

Ross Herron
(Non-Executive Director)

Lex Hansen
(Non-Executive Director)

Kevin Robinson
(Managing Director)

Peter Bird
(Executive Director
Corporate & Markets)

Competent Person Statement

The information in this report that relates to Pajingo Exploration Data is based on information compiled by George Tahan, who is a Fellow of the Australian Institute of Mining and Metallurgy. At the time of production Mr Tahan was a part-time employee of North Queensland Metals Limited. Mr Tahan has sufficient experience which is relevant to the style 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". Mr Tahan consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.