



ASX AND MEDIA RELEASE



QUARTERLY ACTIVITIES REPORT Q3 JANUARY – MARCH 2012

HIGHLIGHTS

- Maiden drilling completed at Dalton Project (EL 6922, 100% CGU) for 918m RC, with results pending.
- Planning upcoming resource definition and/or regional work at Cowarra.
- Business focus on three key exploration projects and growth through entering into developed projects with short-term cash flow potential.
- Company appoints new Exploration Manager.

SUMMARY

The first quarter of 2012 has been a busy one for Commissioners Gold Limited (CGU) with the appointment of a full-time Exploration Manager and a drilling program completed at its 100% owned Dalton Project in NSW.

During the quarter, the Company has refocussed its attention on those projects most likely to deliver exploration success in the near-term: Cowarra, Dalton & Oberon.

CGU has also been actively looking at entering more developed gold projects to balance the existing exploration in an effort to deliver faster growth for the Company and Shareholders.

CGU Appoints Exploration Manager

As announced via the ASX in March 2012, Commissioners has appointed Jason Needham as the Company's Exploration Manager.

A geologist with more than 12 years' experience in the resource exploration industry, Mr Needham's career has spanned a range of gold, mineral sands, coal, gas and geothermal projects in eastern Australia, principally in New South Wales.

At Commissioners Gold, Mr Needham will be responsible for driving the Company's day-to-day exploration and development operations. The relationship with Geos Mining will remain largely unaffected, as Sue Border and Murray Hutton will continue as technical advisors and principal consultants to Commissioners Gold.



Figure 1: RC drill rig at Dalton

Maiden Drilling Completed at EL 6922 “Dalton”

Commissioners Gold 100%

During the reporting quarter, Commissioners completed a reverse circulation (RC) drilling program at EL 6922 “Dalton”, the first drilling in the prospect area to date.

Drilling was designed to follow-up surface arsenic anomalies, detected by an earlier handheld XRF survey, which are coincident with a line of historic mine workings including the Dalton Mine. Prior exploration indicates that known gold mineralisation within EL 6922 is largely hosted by northerly trending regional en echelon shear structures and gold is closely associated with moderate to high levels of arsenopyrite.

In total, 8 RC holes were drilled for 918m during this first Dalton drilling program. Sulphide mineralisation (arsenopyrite, \pm pyrite) was recorded in most of the drilling, however analytical results remain outstanding at this time.

Due to extreme wet weather and flooding during the program, drilling was forced into hiatus for a number of days and access to the final three sites was unfortunately not possible.



EL 5939 “Cowarra” Joint Venture

Capital Mining Limited (CMY) 50%

Commissioners Gold Limited (CGU) 50%

Commissioners continues to pursue the excellent drill results from the 2011 drilling campaign at Cowarra, 40km north of Cooma NSW.

A JV technical meeting was held on site in mid-March to evaluate drill core from the 2011 drilling program and discuss options to progress the project. Options currently being assessed include:

- Extend exploration coverage along strike of the Cowarra Mine, south to Firestone Ridge prospect identified by a strong gold-in-soil anomaly during previous sampling by JV partner Capital Mining Limited, and to the north where mapping has identified similar structures to those worked at Cowarra
- Continue drilling of extensions to the Victoria, Ambassadors and other lodes at Cowarra where past mining recovered 83,535 ounces gold
- Examine possible recovery of a bulk sample from the Ambassadors Lode and process the ore at one of the suitable NSW plants. Initial discussions have taken place with a gold producer in the NSW Central West to toll process the bulk samples



EL 7702 “Black Bullock” Joint Venture

Central West Gold Limited (CWG) 100%

Commissioners Gold Limited (CGU) to earn 70%

CGU is currently planning the next phase of exploration at Black Bullock to further evaluate the prospect area. Geochemical surveys and drilling programs are being designed to evaluate porphyry style mineralisation in the east and orogenic gold mineralisation in the west of the licence area.



Business Development

CGU has identified a number of advanced projects with investment opportunity in both Australia and overseas. Evaluation and due diligence are presently underway on more developed projects with good short-term potential for gold production and cash generation.

Immediate focus will remain on the three most exciting NSW exploration projects: Cowarra, Dalton and Oberon. Non-core EL's in NSW (Muttama, Mongarlowe and Corang) have been relinquished in the absence of planned exploration investment and minimum expenditure to date.

The company is in an advanced state of preparation on its loyalty options prospectus and is considering future funding for advancing Cowarra.



COMMISSIONERS
GOLD LIMITED

is named after the Gold Commissioners of Australia's first Gold Rush

Appendix 5B

Mining Exploration entity quarterly report

Name of entity: **COMMISSIONERS GOLD LIMITED**

ABN 79 115 845 942

Quarter ended ("current quarter") **31 March 2012**

Consolidated statement of cash flows

Cash flows related to operating activities

		Mar quarter \$A'000	Year to date (9 months) \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for		
	(a) exploration and evaluation	(163)	(1,070)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(144)	(436)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	21	26
1.5	Interest and other costs of finance paid	-	(2)
1.6	Income taxes paid	-	-
1.7	Other - GST Refunds	-	111
	- Tenement Bond Refunds	15	15
	Net Operating Cash Flows	(271)	(1,356)

Cash flows related to investing activities

1.8	Payment for purchase of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other non current assets	-	-
1.9	Proceeds from sale of:	-	-
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other non current assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other	-	-
	Net investing cash flows	-	-
1.13	Total operating and investing cash flows (carried forward)	(271)	(1,356)

Appendix 5B

Mining Exploration entity quarterly report

		Mar quarter \$A'000	Year to date (9 months) \$A'000
1.13	Total operating and investing cash flows (brought forward)	(271)	(1,356)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	-	1,215
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	(5)
1.18	Dividends paid	-	-
1.19	Other – Share Issue Costs	-	(507)
Net financing cash flows		-	703
Net increase (decrease) in cash held		(271)	(653)
1.20	Cash at beginning of quarter/year	962	1,344
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter/year	691	691

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	52
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	-

Non-cash financing and investing activities

2.1	Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cashflows	-
2.2	Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest	-

Appendix 5B

Mining Exploration entity quarterly report

Financing facilities available

Add notes as necessary for an understanding of the position.		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities - Promissory Note	Nil	Nil
3.2	Credit standby arrangements	Nil	Nil

Estimated cash outflows for next quarter		\$A'000
4.1	Exploration and evaluation	150
4.2	Development	-
4.3	Production	-
4.4	Administration	75
Total		225

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

		Current quarter \$A'000	Previous quarter \$A'000
5.1	Cash on hand and at bank	114	155
5.2	Deposits at call	77	7
5.3	Bank overdraft	-	-
5.4	Other - Bills And Bank Term Deposits	500	800
Total: cash at end of quarter (item 1.22)		691	962

Changes in interests in mining tenements

	Tenement reference	Nature of interest ((note (2))	Interest at beginning of quarter	Interest at end of quarter	
6.1	Interests in mining tenements relinquished	EL 6919	101 km2	100%	0%
	reduced or lapsed	EL 6920	93 km2	100%	0%
		EL 6921	139 km2	100%	0%
6.2	Interests in mining tenements acquired or increased				

Appendix 5B

Mining Exploration entity quarterly report

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid per security (see note 3) (cents)
7.1	Preference securities (description)				
7.2	Changes during quarter				
	(a) Increases through issues				
	(b) Decreases through returns of capital, buy backs, redemptions				
7.3	Ordinary securities	34,849,692	24,743,550	Fully Paid	Fully Paid
7.4	Changes during quarter				
	(a) Increases through issues	200,000	200,000	Fully Paid	Fully Paid
	(b) Release from escrow				
	(c) Decreases through returns of capital, buy backs				
7.5	Convertible debt securities (description)				
7.6	Changes during quarter				
	(a) Increases through issues				
	(b) Decreases through securities matured, converted				
7.7	Options			Exercise Price	Expiry Date
	(description and conversion factor)	750,000	-	25 cents	31-Dec-13
		500,000	-	18 cents	31-Dec-14
		750,000	-	30 cents	31-Dec-15
7.8	Issued during quarter	500,000	-	18 cents	31-Dec-14
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.12	Unsecured notes (totals only)				

SCHEDULE OF TENEMENTS

As at 18 April 2012

Tenement and Number	Status	Percentage Interest
Cowarra ¹ EL 5939	Granted	50%
Black Bullock ² EL 7702	Granted	Earning 70%
Dalton EL 6922	Granted	100%

Notes:

1. EL 5939 is registered in the name of Capital Mining Limited.
2. EL 7702 is registered in the name of Central West Gold NL.

COMMISSIONERS GOLD BACKGROUND

Commissioners Gold is following in the footsteps of Australia's early Gold Commissioners in the Lachlan Fold Belt of New South Wales – an area famous for its world class porphyry-epithermal gold/copper deposits - as an active junior explorer with a portfolio of projects in a belt hosting Northparkes, Lake Cowal and Cadia/Ridgeway

Commissioners Gold is presently advancing its *Cowarra*, *Dalton* and *Oberon* gold projects

'*Cowarra*': drilling to expand the JORC compliant inferred gold resource

'*Dalton*': drilling to assess open cut potential

'*Black Bullock*': drilling to establish resource estimation

Past exploration on the Company's tenements for orogenic gold deposits has been very limited. Commissioners Gold is aggressively redressing this shortcoming and is producing steady results.

The information in this report/release that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Wesley M. Harder BSc; who is a Member of the Australasian Institute of Mining and Metallurgy.

Mr. Harder is a Non-Executive Director of Commissioners Gold Limited. He has sufficient experience deemed relevant to the style of mineralization 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.' Mr. Harder consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.



Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).

2 This statement does ~~not~~* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:



Date: 20 April 2012

Executive Chairman

Print name: Chris Battye

Notes

1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.

3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.

4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.

5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.