

Company Peninsular Gold Limited
TIDM PGL
Headline Exploration Update & Resource Increase at Raub
Released 11:37 11-Nov-2011
Number 9512R11

RNS Number : 9512R
Peninsular Gold Limited
11 November 2011

Peninsular Gold Limited
("Peninsular Gold" or the "Company")
Exploration Update
and
Resource Increase at Raub

Peninsular Gold Limited, the Malaysian gold mining and exploration Company, announces an increase in the Raub tailings resources and an update on its exploration projects. All of the Peninsular Gold projects are located within 25km of each other in central Malaysia.

HIGHLIGHTS

Raub:

- Additional 21,800 ounces of Indicated resource defined by the Company at Raub from 910,000 tonnes of tailings averaging 0.745g/t
- Latest diamond drill results from the Raub project include the following:
 - 2.40m @ 25.25g/t (incl. 0.30m @ 176g/t),
 - 0.35m @ 17.45g/t ,
 - 1.20m @ 6.21g/t,
 - 1.2m @ 4.10g/t,
 - 40.85m @ 1.85g/t,
 - 3.70m @ 2.01g/t,
 - 20.15m @ 1.63g/t

Tersang-Tenggelen-Kekabu:

- Recent drilling at Tersang has identified the potential for a deeper mineralised body.
 - A maiden resource in compliance with the Australasian Code for

Reporting Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code") is being estimated for the main intrusive and is expected during Q4 2011.

- Discovery of a mineralised colluvium at Tenggelan
- Identification of a new mineralised area at Kekabu between Tersang and Tenggelan.

RAUB PROJECT

Additional Tailings Resource

A review of the previous tailings exploration programmes has resulted in the Company identifying an additional Indicated resource amounting to 910,000 tonnes grading at an average 0.745g/t for 21,800 troy ounces of gold. This resource has no surface expression being located within and beneath underground waste and development material from the former Bukit Koman Main Shaft.

The additional resource is in old tailings located proximal to the original Bukit Koman Treatment Plant that was situated near to the current CIL Plant. The old plant processed surface and underground ores during the previous operating period, up to 1962, and generated the old tailings that currently form part of the feed for the present CIL Plant.

The estimated reserves and resources within the Raub Tailings are as follows:

Project	JORC Classification	Tonnes	Grade	Contained Ounces Troy	Attributable Ounces Troy
RAUB ¹	Proven Reserves Tailings	8.6 million	Au g/t 0.73	202,000	202,000
RAUB ²	Indicated Resource Tailings	1.6 million	0.74	37,200	37,200

Notes:

1. Reserve estimate as announced on 27 September 2007. Production from these tailings commenced in February 2009. Total production since February 2009 as at 30 June 2011 was 36,826 troy ounces.
2. Previous resource estimate announced on 27 September 2007 of 15,200 ounces at 0.734g/t from 0.7 million tonnes. Additional 21,800 ounces at 0.745g/t from 0.9 million tonnes now identified for total resource.
3. Both the reserve and resource estimates have been compiled by Bryan (Mort) Cowan. Bryan Cowan is a Member of the Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists (AIG) and is an independent consultant geologist to the Company. See also Independent Adviser's Declaration below.

Raub Diamond Drilling Results

Further to the announcement on 23 August 2011, assay data from a further 5 drill holes have been received from the completed diamond drilling programme at Raub. Results for the two remaining diamond drill holes will be released when they become available.

A summary of the best results from the latest diamond drilling assay returns are presented in the following table and full details are included in Schedule 1.

RAUB recent diamond drilling results

Hole ID	From	To	Metres	Au (g/t)
11BKDDH-14	74.50	94.65	20.15	1.63
	132.4	173.25	40.85	1.85
11BKDDH-15	0.00	27.10	27.10	0.75
	142.45	146.20	3.75	1.28
	154.40	155.60	1.20	6.21

11BKDDH-16	0.00	11.70	11.70	1.11
	103.20	109.70	6.50	1.07
	170.15	170.50	0.35	17.45
	189.50	191.80	2.30	1.92
11BKDDH-17	82	84.4	2.40	25.25
			Including 0.3m @ 176 g/t	
	155.5	156.7	1.2	4.10
	183.6	187.3	3.7	2.01
11BKDDH-19	79.9	82.3	2.4	9.07
			Including 0.9m @ 21.7 g/t	

The broader intercepts recorded in 11BKDDH-14 along with the high grade intercepts in 11BKDDH-17 and 19 are viewed as significant and will be followed up by a further programme of diamond drilling scheduled to follow the final receipt and compilation of all the Raub diamond drilling results.

As announced previously, the Company intends to update the current resource estimate outside the old tailings which, as at 3 June 2008, stood at 136,000 ounces of measured and indicated and 82,000 ounces of inferred resource located in the East Lode, within the Raub project area.

TERSANG - TENGGELAN -KEKABU

Tersang:

- The recently completed Reverse Circulation ("RC") and Diamond drilling programme have confirmed the presence of mineralization related not only to the main felsite but also to a previously unknown and deeper mineralized intrusive recently identified in the valley at the bottom of the main hill.
- A maiden JORC resource is being estimated by an independent party and is expected to be released before the end of the calendar year.
- To date, a total of 10 diamond drill holes for 1,098 metres have been completed. The drilling has mainly targeted the deeper intrusive and a geophysical anomaly beneath alluvial tailings to the west of the Tersang mineralized system.
- Results for a further 3 holes have now been received, bringing the total assays received to 6 holes. The latest drill results are shown below:

TERSANG SOUTH DIAMOND DRILL RESULTS

Hole ID	X	Y	Z	Azimuth	Inclin	Depth	From (m)	To (m)	Intercept (m)	Au g/t
TR-DD-007	812529	441051	133.5	180	-60	108.8	92	93	1	3.08
TR-DD-008	812527	441054	133.8	30	-60	103	80.5	84.35	3.85	0.98
TR-DD-009	812529	441060	136	360	-90	150.1	93	101	8	0.95

Tenggelan:

At Tenggelan, the Company has been reviewing the results of the completed and reported RC drilling programme. This has identified a mineralized zone similar to the Tersang mineralized felsite and located about 6km North of Tersang. A review of the RC drilling results and drill logs has confirmed the area is blanketed by a zone of colluvium which recorded surface gold values of 8m @ 1.08 g/t in TGG-005 [AIM Release August 23, 2011].

A Banka drilling programme commenced in the second half of October to test this

colluvial material. Banka drilling is a cable tool and bailer drilling technique used in unconsolidated material where the casing is advanced with the drill bit to overcome difficult drilling conditions and possible contamination issues.

Kekabu:

Regional exploration is under way at Kekabu, a new mineralized area discovered about 2 km NNE of Tersang, with rock samples containing up to 0.45g/t Au, stream-sediments up to 1850ppb Au and several pan concentrates with visible gold. Ridge & spurs samples were recently sent for assay. This occurrence outlines again the potential of the Raub-Tersang-Tenggelen mineralized trend along which the company expects more discoveries.

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Independent Adviser's Declaration

The information in this report that relates to Exploration Results, Mineral Resources and Ore Reserves for the Raub, Tersang and Tenggelen project areas are based on information compiled by Bryan (Mort) Cowan. Bryan Cowan is a Member of the Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists (AIG) and is an independent consultant geologist to the Company. The Directors of the Company are satisfied that Mr. Cowan has sufficient experience that 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 Exploration Results, Mineral Resources and Ore Reserves" as published by the Joint Ore Reserves Committee of the Australasian Institute of Mining and Metallurgy, Australian Institute of Geoscientists and Minerals Council of Australia. Mort Cowan is qualified as a qualified person as defined in the June 2009 Edition of the AIM Note for Mining, Oil and Gas Companies. Mort Cowan consents to the inclusion in the report of the matters based on his information in the form and context in which it appears and confirms that this information is accurate and not false or misleading.

Schedule 1 - Detailed Drilling Results
RAUB Diamond Drill Data

Hole ID	X East	Y North	Z mRL	Azimuth	Inclin	Depth (m)	From (m)	To (m)	Width (m)	Au g/t
	816920	424704	169.3	270	-50	300	47.10	54.60	7.50	0.63
							62.50	66.25	3.75	0.81

11BKDDH-14							74.50	94.65	20.15	1.63
							106.40	112.00	5.60	0.91
							132.4	173.25	40.85	1.85
11BKDDH-15	816924	424580	134.5	270	-60	336.2	0.00	27.10	27.10	0.75
							47.50	49.00	1.50	1.04
							63.00	63.65	0.65	1.07
							142.45	146.20	3.75	1.28
							154.40	155.60	1.20	6.21
							200.40	202.50	2.10	1.18
11BKDDH-16							291.00	291.80	0.80	1.09
	816883	423838	137.0	270	-60	303	0.00	11.70	11.70	1.11
							15.40	21.30	5.90	0.89
							45.00	46.00	1.00	1.29
							48.70	49.30	0.60	1.60
							99.90	100.70	0.80	1.12
							103.20	109.70	6.50	1.07
							170.15	170.50	0.35	17.45
11BKDDH-17							189.50	191.80	2.30	1.92
							278.60	280.40	1.80	1.04
	816873	423792	135.0	270	-60	262.5	0	8.85	8.85	0.63
							80.1	80.65	0.55	1.00
							82	84.4	2.4	25.25
								Including 0.3m @ 176 g/t		
							91.7	94	2.3	1.10
							125.35	128.3	2.95	1.05
							155.5	156.7	1.2	4.10
11BKDDH-19							183.6	187.3	3.7	2.01
							241.8	241.95	0.15	2.46
	816909	423894	168	270	-60	326.6	0	10.9	10.9	1.22
							50.8	52.6	1.8	0.85
							75.8	76.3	0.5	3.92
							79.9	82.3	2.4	9.07
								Including 0.9m @ 21.7 g/t		
							94.7	95.3	0.6	1.01
							103.3	103.65	0.35	2.74
							111.11	112.46	1.35	1.11
							164.5	165.25	0.75	1.21
							173.6	175.8	2.2	1.24
						185.4	193	7.6	1.71	
						203.1	213.3	10.2	1.14	
						292.1	292.8	0.7	1.39	
						295.5	296	0.5	1.22	

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