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## JUNE 2012 QUARTERLY ACTIVITY REPORT

Burey Gold Limited (ASX-BYR) reports its activities for the June 2012 Quarter on its projects in Guinea, West Africa.

### Highlights

- Significant upgrade to Indicated and Inferred Mineral Resources at the Mansounia Gold Deposit (MGD) in Guinea, West Africa, **to 52 million tonnes at 0.8g/t gold for 1,294,000 ounces of gold**, using a 0.4g/t gold cut-off (Table A).
  - This is an increase of approximately 56% in gold content on the previous estimate.
  - The majority of the resource is hosted in near surface relatively soft saprolite (clay rich) material.
  - The latest drilling has identified numerous primary lode units where the gold grade is generally slightly higher than for the saprolite material.
  - The resource remains open in a number of directions and potential exists to increase the resource defined in the project area.
  - This substantial increase in mineral resources provides further encouragement for a development proposal for the MGD, which is presently the subject of an independent review to appraise development options.
- Completion of the first pass soil sampling program at the Kossanke project.
- Significant gold in soil anomalies identified at Kossanke.
- First pass orientation drilling at Kossanke commenced mid-July and first results are expected end of Q3.

### September Quarter Plans

Additional drilling is scheduled at Balatindi through the wet season. Follow up drilling at Kossanke is also planned, subject to results from the recently completed first pass drilling.

## **MANSOUNIA PROJECT (Burey earning 70%; Government 15%; Vendors 15%)**

### **Activities during the June Quarter**

In June 2012, Burey announced a significant upgrade to Indicated and Inferred Mineral Resources at the Mansounia Gold Deposit (MGD) in Guinea, West Africa, to 52 million tonnes at 0.8g/t gold for **1,294,000 ounces of gold**, using a 0.4g/t gold cut-off (Table A). This was an increase of approximately 56% (in gold content) on the May 2009 estimate of 36.5 million tonnes at 0.7g/t gold for 829,700 ounces, using a 0.4g/t Au gold cut-off.

Table A: MGD June 2012 Mineral Resource estimate at an assigned 0.4g/t Au cut-off

<b>Material Type</b>	<b>Indicated</b>		<b>Inferred</b>		<b>Total</b>		
	<b>Tonnes (Mt)</b>	<b>Au (g/t)</b>	<b>Tonnes (Mt)</b>	<b>Au (g/t)</b>	<b>Tonnes (Mt)</b>	<b>Au (g/t)</b>	<b>Ounces</b>
Haematitic Laterite	3.3	0.6	3.3	0.5	6.6	0.6	123,000
Limonitic Laterite	2.8	0.7	2.7	0.5	5.4	0.6	108,000
Oxide	-	-	20.0	0.8	20.0	0.8	488,000
Transitional	-	-	10.1	0.8	10.1	0.8	260,000
Fresh	-	-	9.9	1.0	9.9	1.0	315,000
<b>Total</b>	<b>6.1</b>	<b>0.7</b>	<b>45.9</b>	<b>0.8</b>	<b>52.0</b>	<b>0.8</b>	<b>1,294,000</b>

An update of the Mineral Resource estimate for MGD was completed for BYR in June 2012 by Runge Limited (RUL). RUL also prepared the maiden Mineral Resource estimate for the MGD announced in May 2009.

Additional drill hole data and revised sectional interpretations provided the basis of the updated resource for the southern portion of the MGD deposit, located south of 1,147,550mN. The original 2009 Mineral resource model remains unchanged to the north of 1,147,550mN (Figure 1).

## **KOSSANKE LICENCE (Burey earning 68%; Government 15%; Vendor 17%)**

### **Activities during the June Quarter**

During the quarter, Burey commenced an orientation reverse circulation drill program comprising 16 RC holes and two DD holes for some 1,750 metres RC and 220 metres DD respectively in the southern part of the Kossanke permit area whilst infill soil sampling (330m line spaced grid lines) was being completed in the northern permit area. Subject to drill results, the Company will extend the drill program as the weather permits.

The project area is located in the northern sector of Guinea's Mandiana District and within the richly gold endowed portion of the Lower Proterozoic [Birimian] Siguri Basin. The northern Mandiana District has undergone wide-spread artisanal mining activity since ancient times.

The first-pass soil sampling program at the Kossanke Project involved the collection of soil samples from sites spaced at 50m intervals (composited at 100m) along east-west oriented 1km spaced grid lines.

The soil gold anomalies identified by the soils program are interpreted to map gold accumulation sites in the roughly north - south striking bedrock – sites into which fluids (carrying gold) were drawn in consequence of displacement at a relatively abrupt congruence with northeast - southwest directed transfer system superposed on bedrock geology

### **BALATINDI LICENCE (Burey 75%; Government 15%; Vendor 10%)**

#### **Activities during the June Quarter**

Site preparations for the twinning of two Mining Italiana drill holes and a follow-up program at Anomaly E, some 600 metres to the south of the Balatindi Central Polymetallic Prospect, were completed. A follow-up pattern of parallel 50m spaced drill hole fences is planned for Anomaly E to establish the source and genesis of mineralisation trends and an insight into their dimensions.

### **DION-KOULAI (Burey 68%; Government 15%; Vendor 17%)**

#### **Activities during the June Quarter**

Road access work and site preparation for a drill program is nearly complete. Drilling is contracted to commence once rig access becomes possible at the close of the wet season.

#### **For more information contact:**

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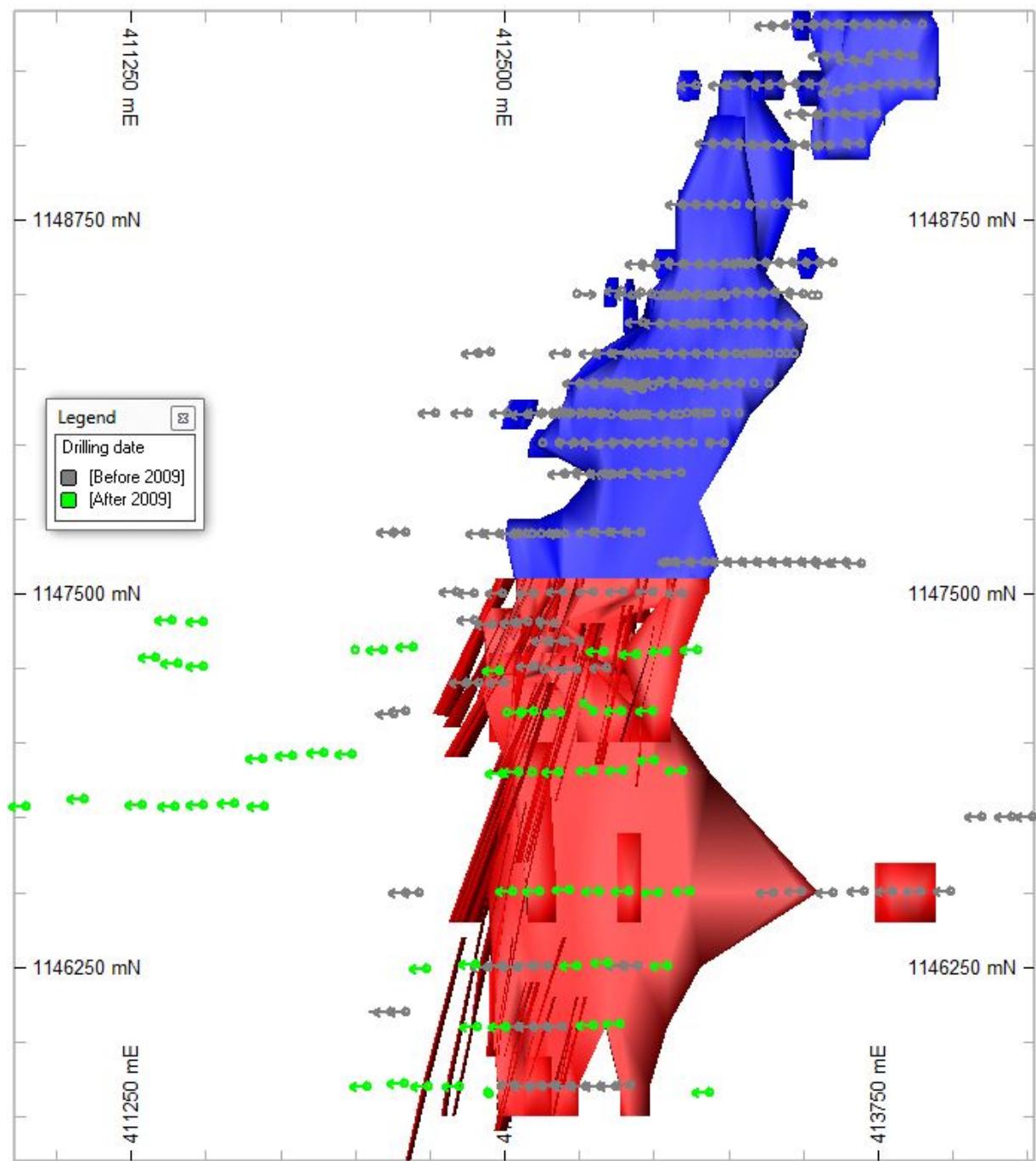
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### **COMPETENT PERSON'S STATEMENT**

The information in this Report that relates to Mineral Resources is based on information compiled by Mr Kevin Lowe under the supervision of Mr Aaron Green. Mr Lowe is a member of the Australasian Institute of Mining and Metallurgy and a full time employee of Runge Limited. Mr Green, who is a member of the Australian Institute of Geoscientists, and a full-time employee of Runge Limited has sufficient relevant experience to qualify as a Competent Person under the 2004 Edition of the Australasian Code for the Reporting of Mineral Resources and Ore Reserves. Mr Lowe and Mr Green consent to the inclusion of such information in this Report in the form and context in which it appears.

The information in this report that relates to Exploration Results is based on information compiled by Mr Klaus Eckhof who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Eckhof, a Director and fulltime employee of the Company, has sufficient relevant experience in respect of the style of mineralization, the type of deposit under consideration and the activity being undertaken to qualify as a Competent Person within the definition of the 2004 Edition of the AusIMM's "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Eckhof consents to the inclusion in this report of the matters that are based on his information in the form and context in which it appears.



**Figure 1: View of the mineralised envelope of the MGD Resource**