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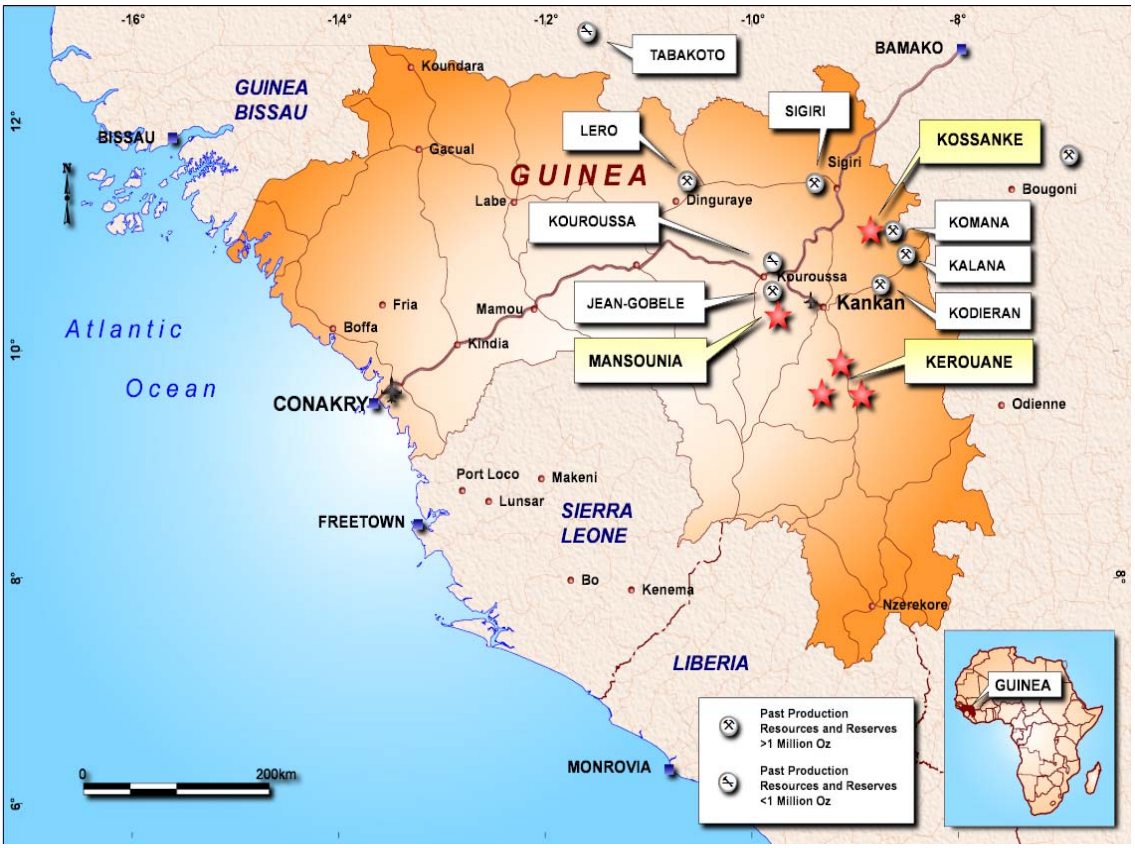
SEPTEMBER 2011 QUARTERLY ACTIVITY REPORT

Burey Gold Limited (ASX-BYR) reports its activities on its projects in Guinea, West Africa, for the September 2011 Quarter.

Highlights

- Gold assay results received for the final four holes at Balatindi
- Multi-element assay results received for a further five drill holes at Balatindi. Two drill hole assay results are left to be reported
- Initial site access investigations completed at Dion Koulai
- Completion of first pass soil sampling at the Kossanke (some 3,475 composited samples) and Celein Licences (some 1,100 composited samples)



ACTIVITY UPDATE

BALATINDI LICENCE (Burey 75%; Government 15%; Vendor 10%) (Kerouane licence group)

Activities during the September quarter

Burey Gold received gold assay results from the final four holes of its 10-hole, 3,470m diamond drilling program at Balatindi and multi-element analyses from a further five of the holes. These results were announced on 6 October 2011.

Gold assay results included:

- 24m at 0.64g/t Au from surface; 23.6m at 0.72g/t Au from 30m; 32m at 0.82g/t Au from 79m; 33m at 0.61g/t Au from 159m and 48.8m at 0.68g/t Au from 266.2m from BLDD007

- 9m @ 0.73g/t Au from surface, 38.3m at 0.61g/t Au from 16m, 27.3m at 0.71g/t Au from 56.7m and 22m @ 0.51g/t from 148m from BLDD008

- 26.9m at 0.60g/t Au from BLDD009

- 73.5m at 0.75g/t Au from 28m; 49m at 0.6g/t Au from 195m and 50.0m at 0.64g/t Au from 409m from BLDD010.
-

The latest multi-element results included:

- 47.2m @ 1.78g/t Ag from 3.8m and 59.8m @ 1.42g/t Ag from 58m from BLDD004

- 59.2m @ 0.19% Cu from 3.8m and 19.5m @ 0.14% Cu from 65m from BLDD004

- 73.9m @ 2.99g/t Ag from surface and 26.75m @1.54g/t Ag from 76.9m from BLDD005

- 73.9m @ 0.2% Cu from surface from BLDD005

- 12m @2g/t Ag from surface and 49m @ 0.8g/t Ag from 204m from BLDD006

Mineralisation at Balatindi has not been closed off at depth or in any direction. Burey believes considerable detailed study remains to be undertaken before the full potential of Balatindi's polymetallic mineralisation can be properly understood. Balatindi has demonstrated a generally low but persistent gold tenor. At this stage the shape and the axis of mineralisation has not been determined, but detailed assessment of drill log data may provide a better understanding.

Balatindi also carries that potential credit of additional metals variously anomalous in silver, barium, bismuth, copper, molybdenum and antimony, and to a lesser extent thorium, uranium, tungsten and rare earth elements.

In addition, Burey has located five primary uranium and associated rare earth element prospects elsewhere on the Balatindi licence that the Company has followed up with regional RC drilling.

The five U, REE Prospect areas (**URP**s) were located by Burey whilst undertaking detailed in-fill (follow-up) of Burey's previous ground radiometric survey of the Balatindi Licence. The contoured surface expression of these URPs reflects a dominant underlying structural control, perhaps developed through leakage off a major reverse fault splay.

Each URP area has been tested using a shallow profile of inclined (at 50°off vertical) overlapping, ~100m long first pass RC drill holes (22 RC holes, 1,848 metres drilled), spectrometer readings of drill chips from

which were used to focus the placement of follow-up similarly inclined HQ DD holes (seven HQ DD holes, 746 metres).

Gold assays were undertaken for all drill samples as a matter of course, with all being uniformly very low thus far (as expected), the real interest being the suite of ICP/MS determinations to provide assessment and indications of the primary uranium and REE potential of the property.

Subsequent to the quarter-end, Burey reported the ICP/MS assay results from the RC drill program. On 28 October 2011, Burey announced the results reveal thick zones of uranium mineralisation, which adds to the potential of the Balatindi IOCGU system. The mineralogical signature from BLRC001 (to BLRC 008) is interpreted to have affinity with the main Balatindi Central Polymetallic Prospect IOCGU Prospect some +600 metres away.

Assay results for the seven URP diamond drill core holes are outstanding.

Planned work program

As some results are outstanding and until a full evaluation of results is carried out, the follow-up work program is yet to be determined. However, a provisional plan suggests that a follow-up pattern of parallel 50m spaced drill fences be carried out at Prospect E to establish the genesis of mineralisation trends and to indicate their dimensions.

DION-KOULAI LICENCE (Burey 68%; Government 15%; Vendor 17%) (Kerouane licence group)

Activities during the September quarter

Burey is exploring the Dion-Koulai Licence (**DK**) for primary uranium and associated rare earth elements.

The DK is located immediately east of the Dion River across which there is currently no access for either heavy earthmoving, or drilling equipment. Foot paths and 4x4 vehicle tracks enter the DK from the east.

Burey's detailed first pass ground scintillometer survey (2010) and selected coincident gold-in-soil sampling programme of the DK located an extensive mineralised domain (30km x 8km) of structurally controlled radiometric anomalism. This was inferred to be sourced from diffusion of a primary emplacement feature represented as a reverse fault, with leakage into and along parasitic and still younger NE-SW aligned, transfer faults.

Within the extensively mineralised domain, a more persistent strong radiometric anomaly of four to six times background, has been identified and is expressed along a topographic ridge. It is inferred to be an "early" east dipping silica flooded, arcuate segment of a reverse fault. Spectrometer readings suggest surface anomalism is uranium sourced. The setting could have been conducive for the associated emplacement of REE which will necessarily be tested by low level multi-element ICP-MS analysis of drill samples. Gold in soil is lacking.

Burey is currently working to upgrade identified access from the west of the Dion River where topography and drainage are favourably disposed to the east of the town of Lenko. Installation of a pontoon ferry crossing is likely to be the most effective option for the transport of earthmoving machinery, a drill rig and support equipment.

Work is ongoing and currently focused on assessing the most suitable crossing location, obtaining permissions and costing access refurbishment of long abandoned tracks in the Lenko district. The purchase, transport and refurbishment of a number of old pontoon ferries is currently being reviewed and a G12 grader

has been sourced for road work. A dozer is required to prepare the crossing of major drainage channels, access tracks and drill pads for the drill rig and its support trucks.

Planned work program

An infill radiometric programme, to provide better resolution of the peak radiometric anomaly, is to be undertaken whilst the access to the west bank of the Dion River is established. RC and diamond core drilling will follow with drilling contractor, Amco Drilling, preferred to carry out this work.

It is anticipated that, because of the favourable topographic setting, this work will progress through the 2011 wet season.

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

Activities during the September Quarter

An RC drilling campaign was completed by the end of the June 2011 Quarter at the Mansounia gold Project, designed to grow the current Mansounia Gold Deposit (MGD) resource base by:

- completing a further 60 RC holes for some 5,880m, located to set back the currently open lateral limits assigned to the **MGD** mineralisation; and

- green-fields drilling (14 RC holes and the two HQ DD holes), on the licence to the south at Burey's "Magnificent" Prospect, for indications of contributory gold mineralisation to enhance any economic development scenario.

No new work was conducted during the September Quarter. Subject to receipt and evaluation of the drill results, it is Burey's intention to reconsider the proposed development of the property which was last reviewed in 2009 particularly in light of the greatly improved gold price since then.

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

Activities during the September Quarter

The Kossanke Licence is a sizable permit of some 350km² sited within a most prospective portion of the Siguri Basin. Kossanke has an ancient indigenous and ongoing artisanal mining culture and has enjoyed historic drilling success (Wells Gold, 1996). Tenement neighbours, Avocet Mining PLC/Wega, report a resource of greater than 1 million ounces of gold.

The first-pass cycle of a soil sampling program was completed at Kossanke in July, 2011. Samples were collected at 50m intervals (composited at 100m) on E-W oriented 1.0km spaced grid lines. Some 3,475 composited samples, including approximately 181 duplicates, have been generated for BLEG assay.

With indicated infill sections completed, the results of this soil program will be manually contoured to generate a bedrock gold fabric map which combined with detailed aeromagnetic data will be used to generate first pass RC drill targets. Historic RC drill hole results (Wells Gold, 1995) will be used as a calibration template.

The first drill program will validate the Wells Gold results before moving to test new soil sampling defined targets.

CELEIN LICENCE (Burey earning 68%; Government 15%; Vendor 17%)

A project of similar favourably endowed attributes to those of Kossanke, the 230km² Celein Project lies immediately to the east of Avocet's Tri-K block and will be worked initially in conjunction with Kossanke, sharing logistics, support infrastructure and work scheduling.

The first-pass cycle of a soil sampling program was completed at Celein in August, 2011. Samples were collected at 50m intervals (composited at 100m) on E-W oriented 1.0km spaced grid lines. Some 1,100 composited samples, including approximately 53 duplicates, have been generated for BLEG assay.

Ends

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The information in this update that relates to exploration results is based on information compiled by Mr Bruce Stainforth who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Stainforth, a Director and full-time 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 Stainforth 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.