

ASX ANNOUNCEMENT

7 October 2011



Gold Road Announces \$15M Placement and \$6M Share Purchase Plan

Highlights

- **\$15M institutional placement**
- **\$6M Share Purchase Plan**
- **Funds will accelerate exploration programs and scoping/feasibility studies on Yamarna Gold Belt**
- **Placement strongly sought after by institutional investors in Asia, Europe, New Zealand and Australia**

Gold Road Resources Limited ("Gold Road" or "the Company") (ASX: GOR) has received commitments to raise A\$15 million through a placement of 47,563,130 new shares at A\$0.32 per share ("Placement"). The Placement was issued to a range of domestic and international institutional and sophisticated investors which was significantly oversubscribed.

Gold Road intends to raise a further A\$6 million through a Share Purchase Plan ("SPP") to eligible shareholders at A\$0.32 per share. If the SPP is oversubscribed the total funds to be raised under the SPP will be limited to a maximum of A\$8 million. If applications are received in excess of this amount, they will be scaled back on an equitable basis. Further details regarding the SPP will be released shortly.

Proceeds from the Placement and the SPP will be used to fund ongoing exploration and development of Gold Road's assets and for general working capital purposes.

Gold Road Resources Executive Chairman Ian Murray said the significant level of interest from local and international institutions was especially pleasing given the current volatile market conditions.

"The placement provides greater certainty in current markets as we are now adequately funded to continue our aggressive drilling program and scoping/feasibility studies across Yamarna," said Mr Murray.

"The strong level of interest from institutional investors in Asia, Europe, New Zealand and Australia is a great vote of confidence in our exploration and development programs and demonstrates the high quality and prospectivity of our prospects. I am also confident we will receive a strong level of support for the share purchase plan from our retail shareholder base."

Helmsec Global Capital Limited and Bell Potter Securities Limited acted as Joint-Lead Managers to the Placement.

Settlement of the Placement is expected to occur on Wednesday 12 October 2011, with new shares under the Placement to be allotted on

ASX Code: GOR

ABN 13 109 289 527

COMPANY DIRECTORS

Ian Murray
Chairman

Ziggy Lubieniecki
Executive Director

Russell Davis
Non-Executive Director

Kevin R Hart
Company Secretary, Non-Executive Director

Martin Pyle
Non-Executive Director

CONTACT DETAILS

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Thursday 13 October 2011. New shares will rank pari passu with existing shares.

Shares in Gold Road are expected to re-commence trading with effect from market open today.

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About Gold Road Resources Limited

Gold Road Resources Limited (ASX: GOR) is a gold exploration company which owns tenements covering over 5,000 square kilometres of the Yamarna greenstone belt. The Yamarna Belt is located approximately 150km east of Laverton on the eastern edge of the Yilgarn Craton.

The Yamarna Belt, adjacent to the 500km long Yamarna shear zone, is a historically under-explored region that is highly prospective for gold mineralisation and hosts a number of significant new discoveries. It lies north of the recently discovered 5 million ounce Tropicana deposit owned jointly by AngloGold-Ashanti / Independence.

Gold Road is progressing two key gold trends, together with two recently discovered trends, on the Yamarna Belt:

- **Attila Trend**, which includes Attila, Alaric, Khan and Khan North Projects and extends for over 33 kilometres and hosts a significant JORC resource.
- **Central Bore Area** is a 6km² area east of the southern extent of the Attila Trend which has delivered six new discoveries in 24 months. Key projects in the Area include:
 - **Central Bore Project** - gold mineralisation over a strike length of 800 metres and from surface to a depth of 300 metres; assay results of up to 1,000g/t gold, remains open to the north, south and depth; hosts a significant JORC resource.
 - **Justinian Project** – 200 metres east of the Central Bore Project, 600 metres long, wider structure than Central Bore, with intercepts up to 7m @ 27g/t Au.
 - **Central Bore North** - 500 metres north of the Central Bore Project's high-grade Imperial Shoot.
 - **Central Bore South** - south of the Central Bore Project's high-grade Imperial Shoot.
 - **Byzantium Project** – 500 metres west of the Central Bore Project, 1km long, VMS style base metal prospect.
 - **Hann Project** – 2.4 kilometre west of the Central Bore Project, 4.3 kilometre long, three parallel gold anomalies.
- **Tobin Hill** – 5.5 kilometres southeast of the Central Bore, 1.5 kilometre gold anomaly.
- **Dorothy Hills** – 23 kilometres north-east of the Central Bore, two gold anomalies, 1.4 and 1.8 kilometre long.



NOTES:

The information in this release which relates to Exploration Results or Mineral Resources is based on information compiled by Ziggy Lubieniecki, the Technical Director of Gold Road Resources Limited, who is a Member of the Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists. Ziggy Lubieniecki has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration 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". Ziggy Lubieniecki consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.