

**Gold Road** 02 May 12**B**

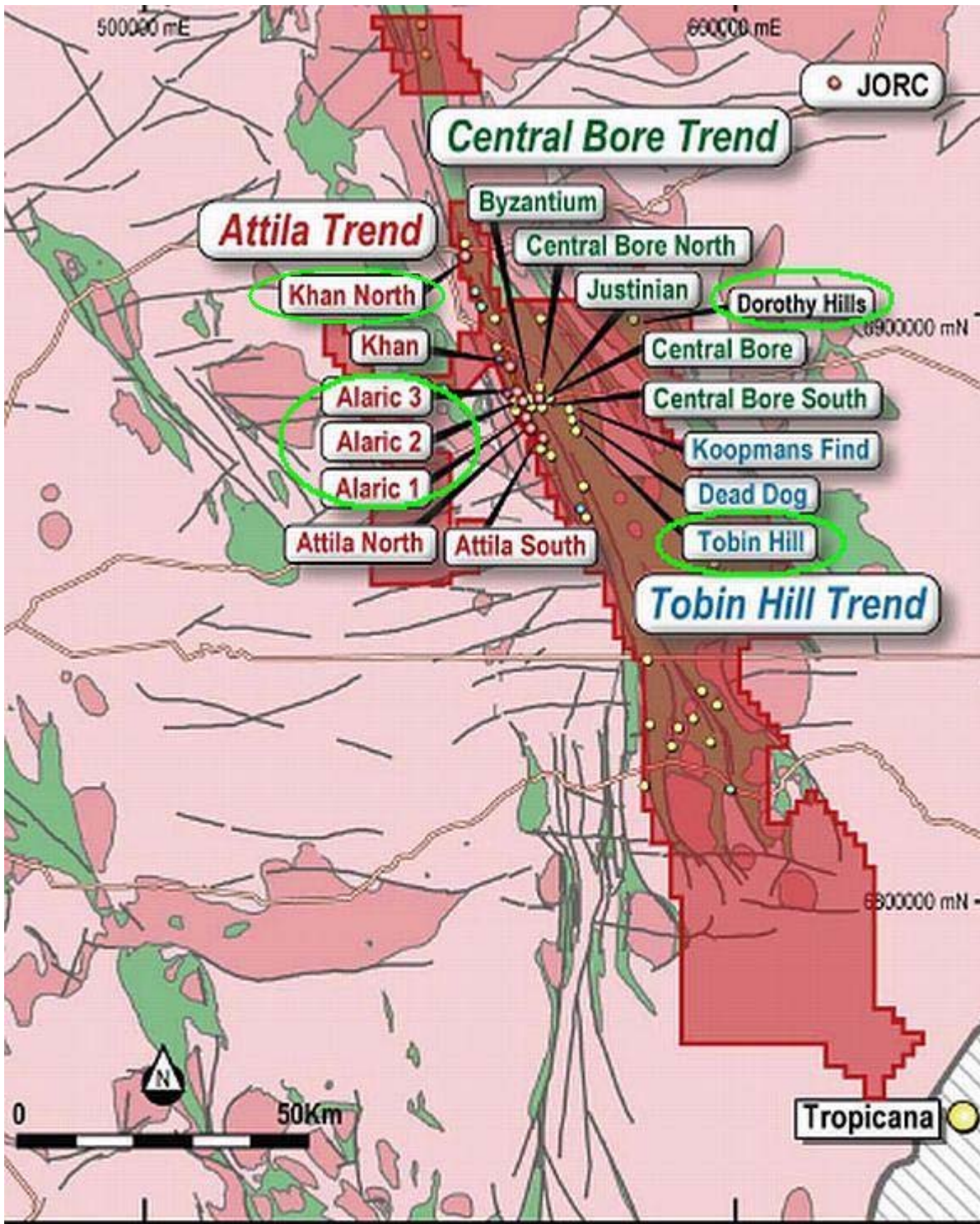
GOR

AUD \$0.24

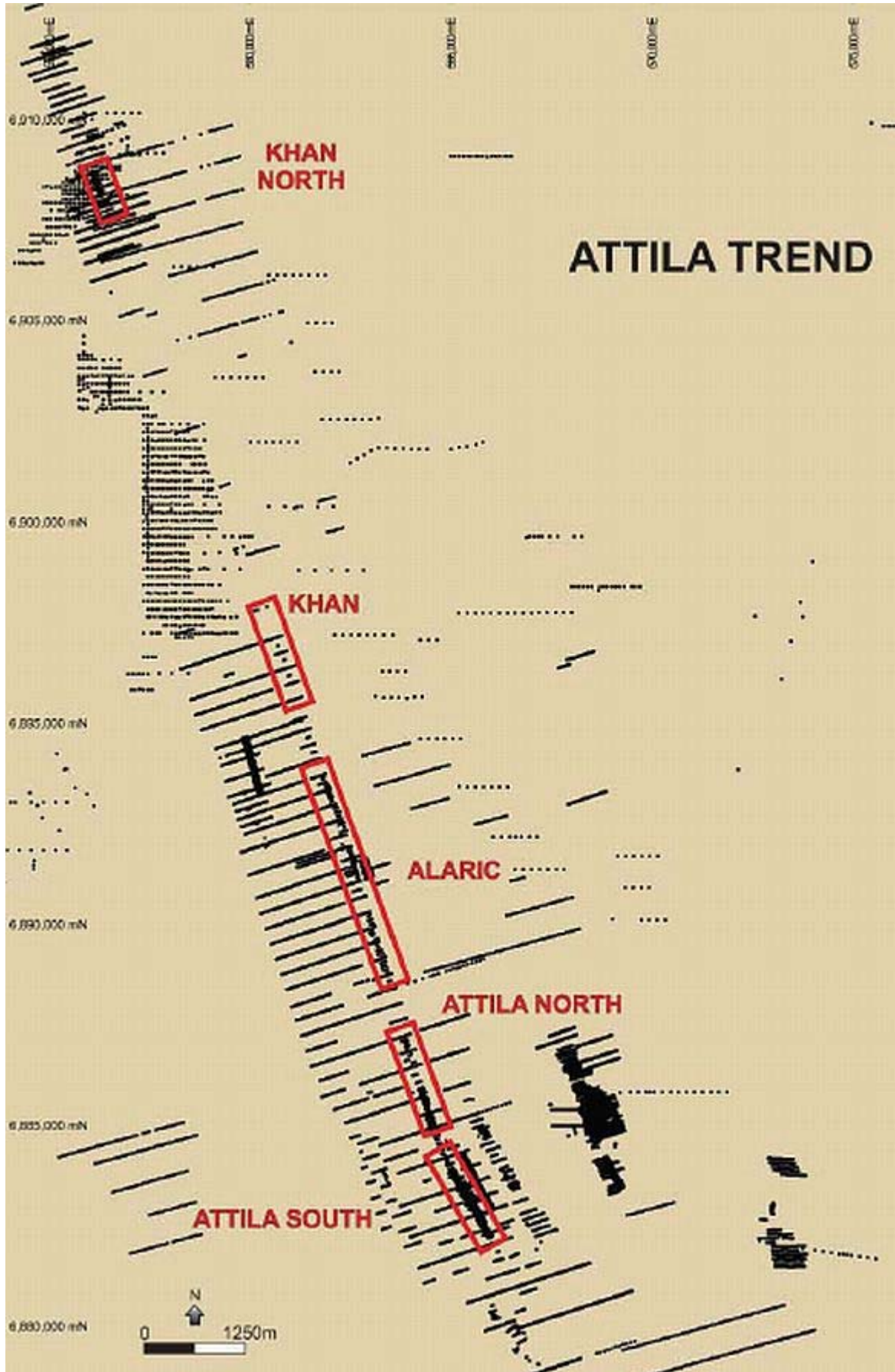
**B****Attila; no Hun here only gold**

We recently updated Gold Road (FAT-MIN-318) heading the review "Patience will be rewarded", as we have a very positive view of the prospective nature of the junior gold explorer's Yamarna Belt tenement. Today, the company released drill results that continue to confirm our view.

The current drilling is part of a programme of 100,000 metres that Gold Road has budgeted, to explore priority gold targets around the Central Bore joint ore reserve code (JORC) mineral resource deposit. Drilling across three project sites have all returned gold intercepts with the Attila Trend-Alaric site being the most impressive. The following figure shows a geological map of the region of current interest, with the project sites highlighted.



The key drill result comes from the Attila Trend's Alaric project site. The Attila Trend is a 33 kilometre long geological structure that hosts a number of mineralised gold sites as shown in the following figure.



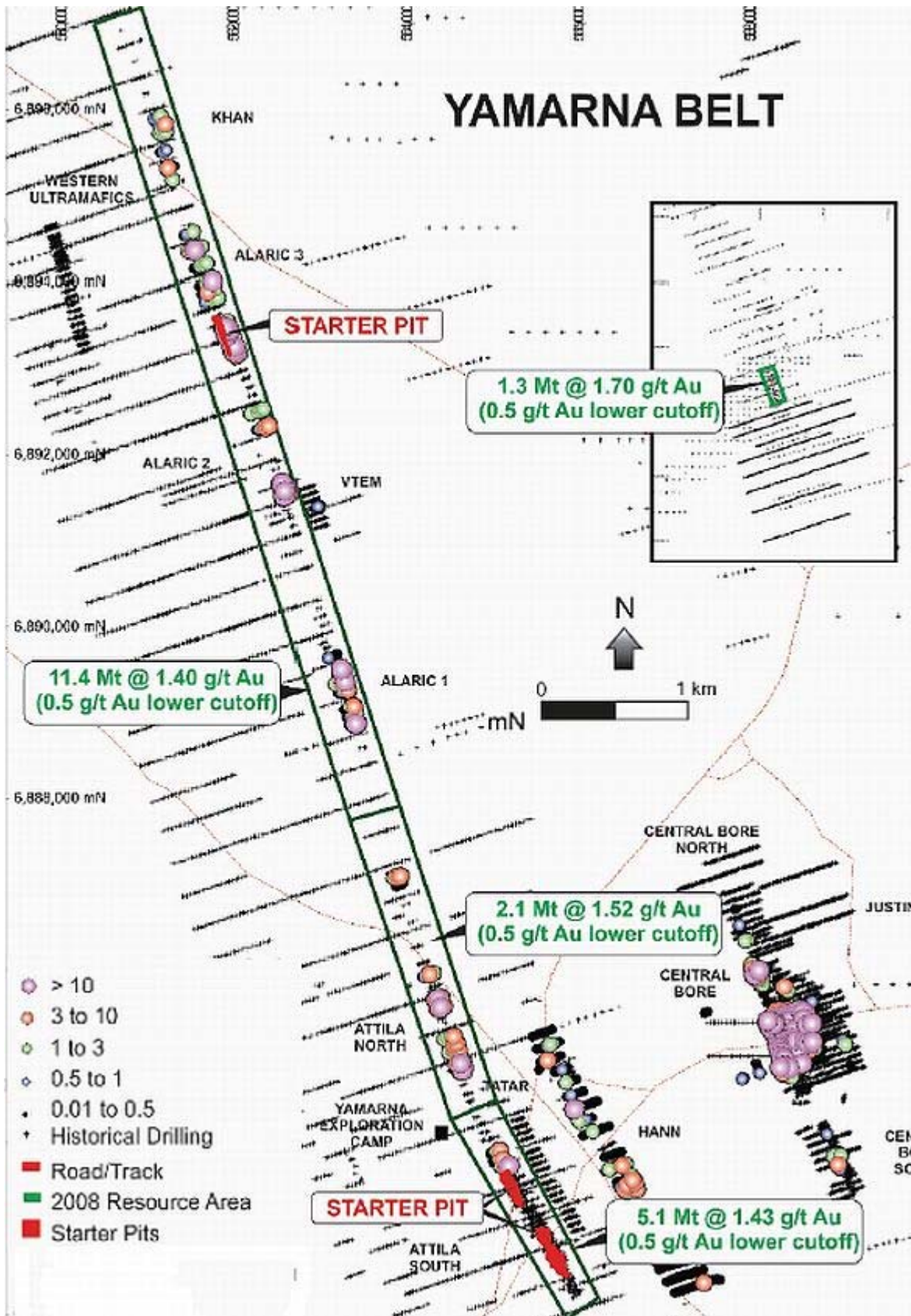
The intercepts from Alaric were significant with the better being three metres showing 14.55 grams per tonne (g/t) gold from 143 metres deep, including a sweet spot of 36.36g/t gold.

We consider the results from Alaric are very significant as to seam, grade and depth, and they continue to confirm the prospective nature of the Attila Trend for gold.

The Attila Trend has an existing JOCR compliant mineral resource estimate of 19.8 million tonnes of ore. The following table shows the current resource and classification.

Project Name (cut-off)	'000t	Grade g/t Au	Ounces Au
Central Bore Project (1.0g/t) (2012)	519	9.1	152,323
Measured	22	22.4	15,710
Indicated	444	8.0	127,719
Inferred	53	5.3	8,893
Attila Trend (encompasses Attila South; Attila North; Alaric; Khan and Khan North projects) (0.5g/t) (2008)	19,817	1.44	917,000
Measured	6,440	1.55	322,000
Indicated	6,251	1.38	273,000
Inferred	7,117	1.41	322,000
TOTAL	20,336	1.69	1,069,323

The importance of the Attila Trend is that the company has identified three starter pits, where gold production could commence in a short period of time. **An ability to get gold production up early in the exploration phase would have a very positive impact on the speed of exploring the Yamarna Belt and the dilution of existing ownership. The following figure show the potential starter pits.**



We consider the company's current strategy of seeking early cash flow from an immense tenement region shows focus.

The Dorothy Hills results forms part of a 1.5 kilometre long gold mineralised strike that the company has been proving-up. The better of the intercepts being one metre showing 2.25g/t gold from nine metres deep. The grade, depth and location of the Dorothy Hills intercepts are the significant factors in the results.

Drilling at Tobin Hill has also intercepted gold and although the results do not compare with either Alaric or Dorothy Hills, Tobin Hill is within spitting distance of the aforementioned sites. The better of the results being ten metres showing 0.77g/t gold from 28 metres deep, including a sweet spot of one metre showing 4.47g/t gold and ten metres showing 0.98g/t gold from 36 metres deep, including a sweet spot of one metre showing 4.06g/t gold. These are interesting results, especially given the location.

Gold Road has commenced a scoping study across all the finds to date, and is expecting to have a resource estimate completed during the September quarter. **We would expect to see significant upgrade to the current number.**

It is the results, the like of which we saw today that continues to support our patience approach and we consider there will be further positive news to come. The Yamarna belt is a very large geological structure with Gold Road scratching at a very small portion.

With this in mind, we continue to rate Gold Road as a buy for Members who have no current exposure to the stock.

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Gold Road

Gold Road (Formerly Eleckra Mines) was listed on the ASX on 4 July 2006. The Company owns 100% of the Yamarna Gold Project, a sizeable tenement package totalling approximately 3,200km², covering the majority of the Yamarna greenstone belt. Eleckra's prospective uranium tenement portfolio around the Yamarna region covers an additional area of approximately 900km². Yamarna is located on the eastern margin of the Archaean Yilgarn Craton in WA, 900km north-east of Perth and 140km east of Laverton. The Yilgarn Craton hosts numerous world class gold ore bodies and accounts for more than half of Australia's 8 million oz annual gold production.

Market Capitalisation	A\$93.6m
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