

24 July 2012

SIGNIFICANT GRAPHITE DEPOSIT AT GOLDEN GATE PROJECT AT CROYDON, QUEENSLAND

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- ❖ **Previously estimated 20Mt @ 5.5% graphite**
 - ❖ **Near surface graphite mineralisation was drilled in the 1980's and confirmed by further drilling in the 1990's at "Golden Gate" Project**
 - ❖ **Strong graphite exceeding 7.5 meters in thickness has been outlined**
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Gold Anomaly Limited ("GOA") is pleased to announce that a large graphite deposit is located within EPM 8795 and EPMA 18616 at the Golden Gate Project at Croydon, North Queensland.

The "Golden Gate" deposit contains 20Mt @ 5.5% graphite, including a high-grade zone of 6Mt grading 10% graphite. Note that these estimates are historical results reported by Central Coast Exploration (CCE) that require substantiation by further drilling, assaying and metallurgical testwork by Gold Anomaly.

The Golden Gate deposit was systematically drilled as part of a gold exploration program in the late 1980's by Central Coast Exploration (CCE), who estimated the deposit of 20Mt @ 5.5% graphite, including a high-grade zone of 6Mt grading 10% graphite. [Further drilling, assaying and metallurgical testwork is required to substantiate these estimates and upgrade to a JORC compliant resource. GOA is now preparing plans to re-commence exploration activities.]

The Golden Gate graphite project is located partially on Exploration Permit Mining EPM8795 and continues onto the contiguous EPMA18616. The graphite deposit has undergone electromagnetic geophysical surveys and systematic drilling during the late 1980's and limited drilling and testwork by GOA in 2004. Typical RC drill intercepts from CCE drilling in 1989 are presented in Table 1.

GOA Executive Chairman, Mr Greg Starr said, "The Company has certainly been active in identifying the graphite potential of our Croydon prospects and nearby areas, and now has the opportunity to add further value to our Croydon project assets."

Gold Anomaly Limited ("GOA") recently advised (on 18 July) that it has contracted to acquire the Exploration Permit the subject of current application no. EPMA 18616 ("the EPM"). The area covered by EPMA 18616 is contiguous to two of GOA's existing Exploration Permits (8795 and 9438) north of the town of Croydon in Northern Queensland. It is anticipated that the EPM will be issued in December if there are no native title objections and that the transfer of the EPM to GOA would then take place in the first quarter next year.

**SUMMARY OF RC DRILLING RESULTS AT GOLDEN GATE
NOVEMBER 1989 (CCE Report #192/90)**

Hole #	Co-ordinates		End of Hole	Graphite Intercept	Width (m)	Average %C @ 2% cut-off
GGRC 2001	24201N	9550E	50m	44 - 50	6	3.5
GGRC 2002	23998N	9584E	44m	-	-	-
GGRC 2003	24000N	9701E	91m	48 - 78	30	7.3
GGRC 2004	23859N	9642E	76m	32 - 74	42	6.6
GGRC 2005	24101N	9773E	97m	37 - 93	56	6.0
GGRC 2006	24200N	9799E	93m	60 - 89	29	4.5
GGRC 2007	24200N	9699E	60m	3 - 56	53	5.8
GGRC 2008	24300N	9649E	66m	-	-	-
GGRC 2009	24399N	9699E	66m	-	-	-
GGRC 2010	24699N	9799E	30m	3 - 7	4	3.6
GGRC 2011	24901N	9700E	66m	-	-	-
GGRC 2012	25000N	9949E	48m	2 - 40	38	4.8
GGRC 2013	24999N	10049E	66m	-	-	-
GGRC 2014	25200N	10050E	80m	55 - 78	23	4.8/3.3
GGRC 2015	23799N	9324E	48m	5 - 24	19	3.8
GGRC 2016	25384N	9898E	48m	17 - 24	7	2.5
GGRC 2017	25599N	10099E	48m	7 - 28	21	3.8
GGRC 2018	24395N	10312E	66m	-	-	-
GGRC 2019	26600N	10400E	60m	-	-	-

Graphite Deposit Classification at Golden Gate

Graphite mineralisation at Golden Gate is probably of hydrothermal origin and is located along the contact between granitic rocks that intruded rhyolitic volcanics (see figures 2 & 3). The deposit has a north-westerly strike and shallow easterly dip, which is similar to graphitic mineralisation identified at Jolly Tar, approximately 10 kilometres to the southeast. Hydrothermal or magmatic graphite deposits are an important source of graphite with examples being mined in Sri Lanka and Sweden that produce both flake and amorphous graphite.

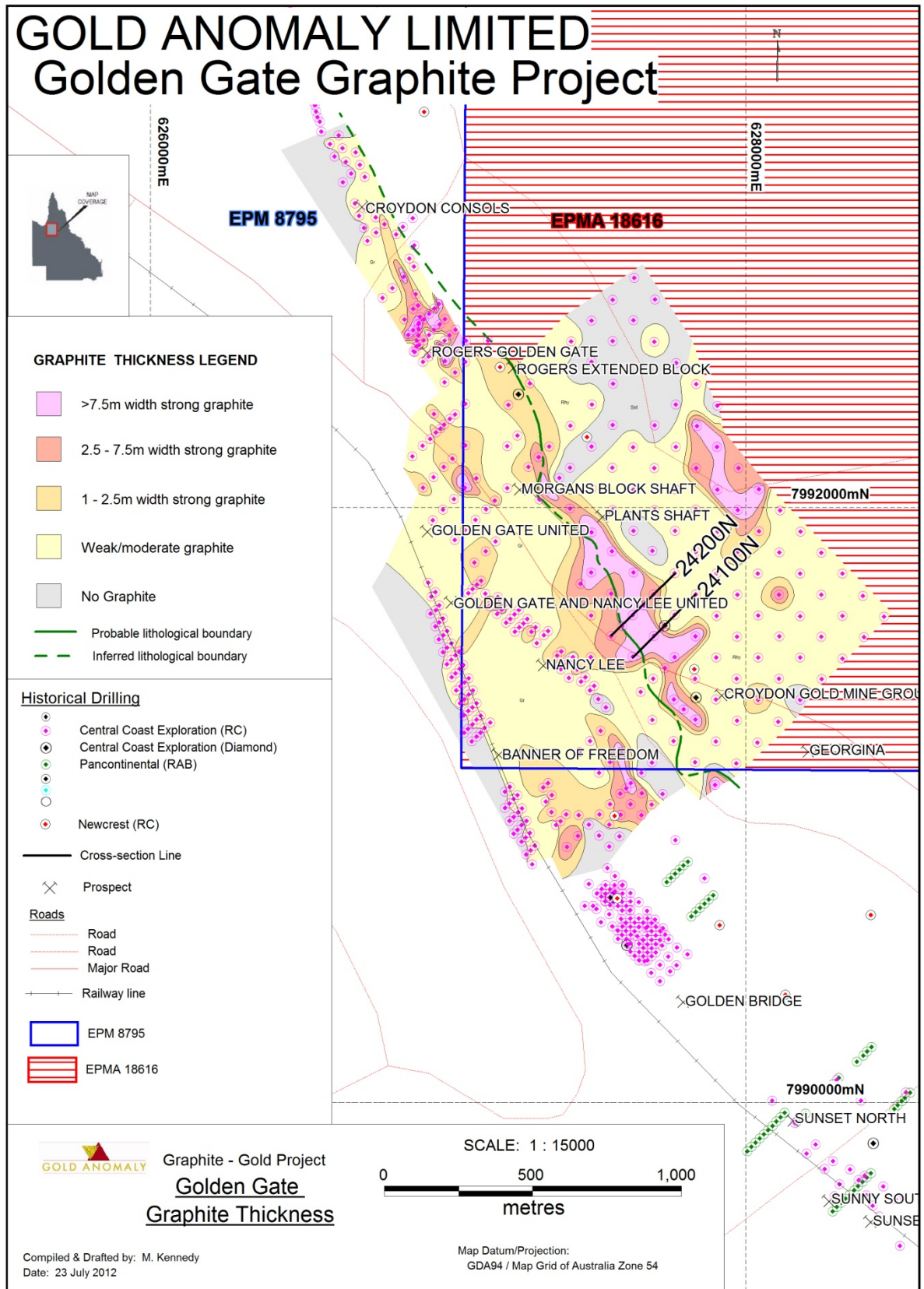
Since the Golden Gate graphite deposit is reasonably well defined, Gold Anomaly's exploration program will focus on collection of fresh drill core samples for modern metallurgical testwork. Past testwork done on RC chip samples and near surface grab samples with contradictory results.

The area is well served by infrastructure with the port of Karumba on the Gulf of Carpentaria that services the Century Pb-Zn mine being within 150 kilometres from regional centre of Croydon

Graphite Market

Recent demand and price increases for graphite products have been driven by new industrial applications, particularly battery technology. Graphite is a critical component of lithium batteries, which are used widely in electronics and hybrid motor vehicle market. Traditional uses of graphite are in the steel and automotive industries. Other applications for graphite include fuel cells and nuclear reactors. Other major consumers are in refractory and lubricant materials.

Figure 1 – Location Map of the Golden Gate graphite deposit showing relationship with EPM 8795 and EPMA 18616 as well as historical drill hole locations and contours of graphite thickness.



Figures 2 & 3— Cross sections through the Golden Gate graphite deposit based on drilling by CCE 1989.

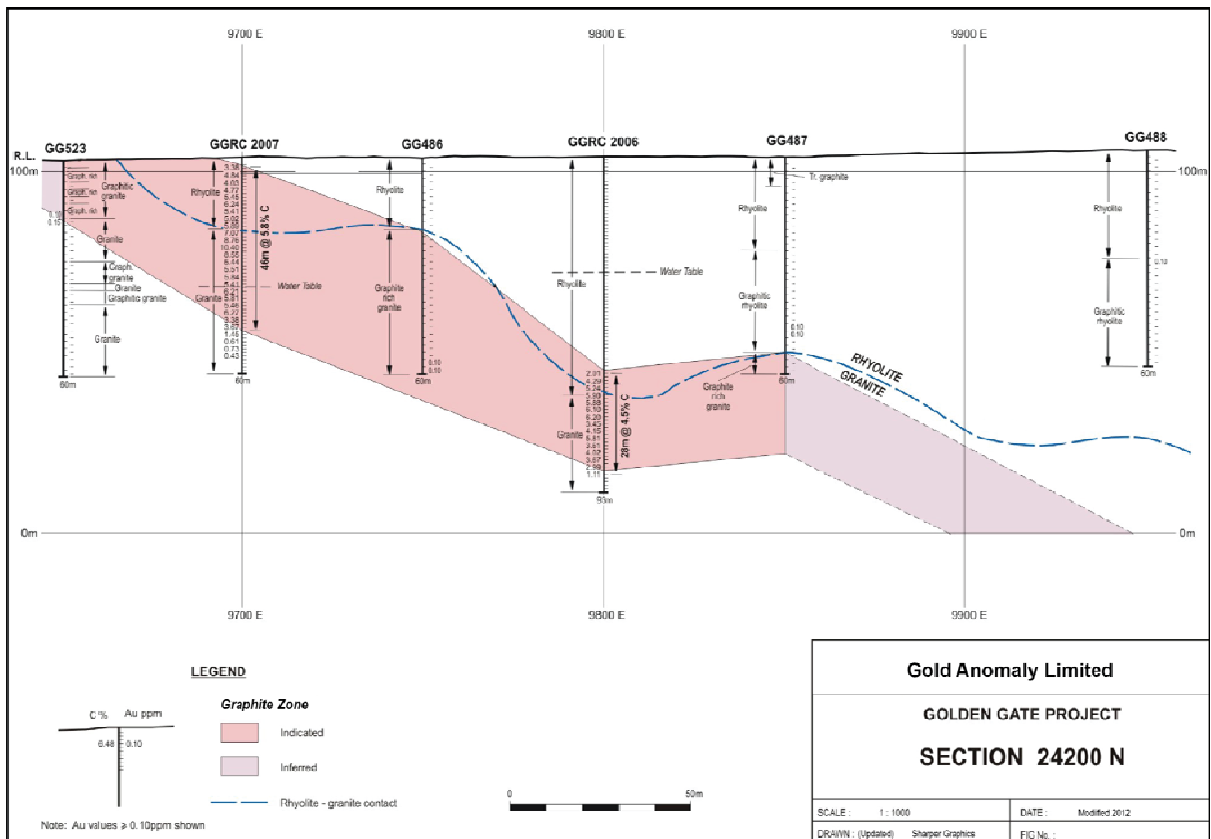
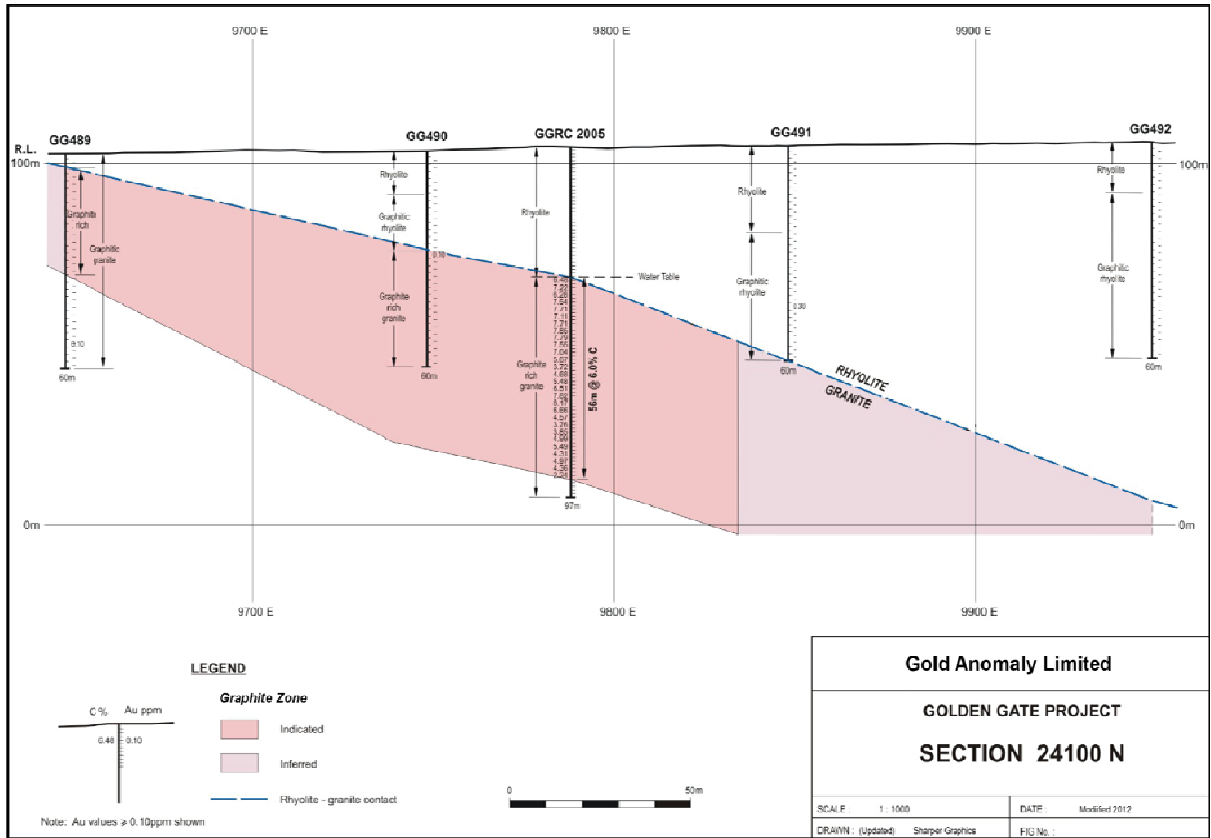
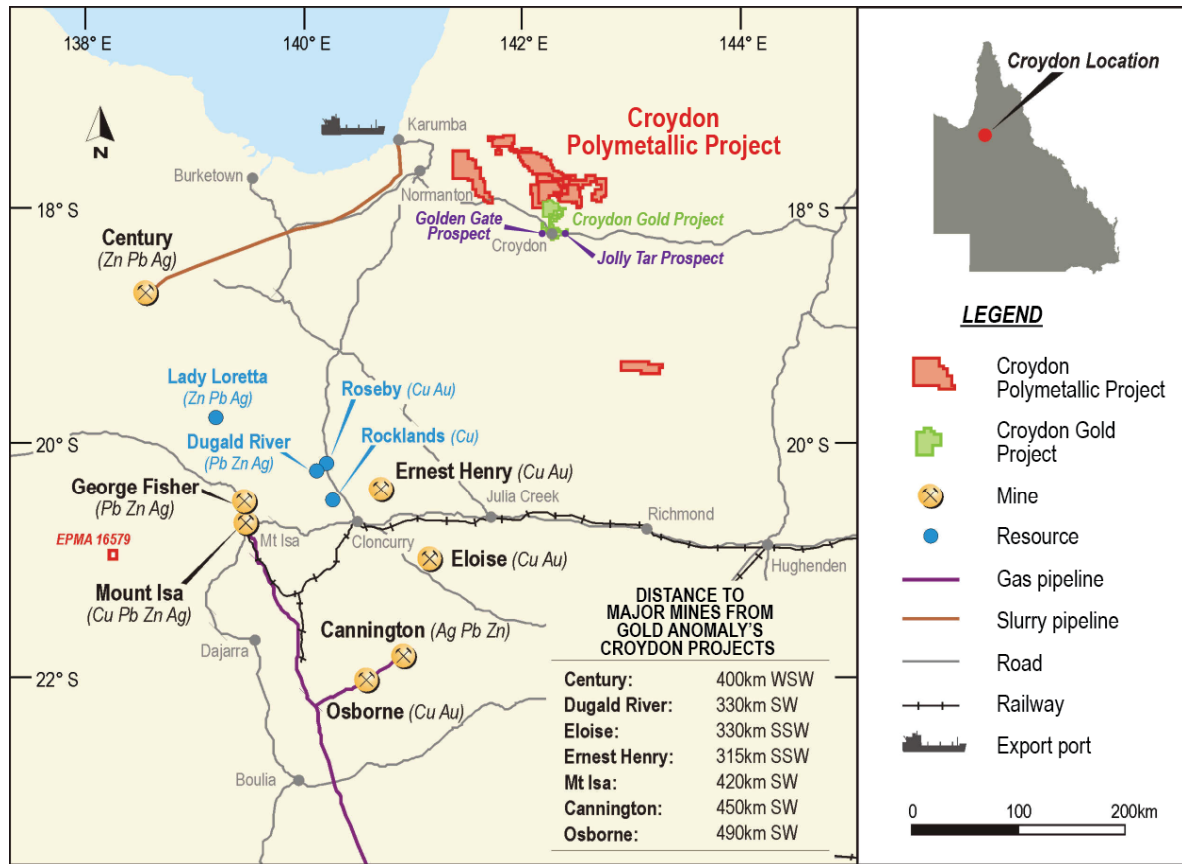


Figure 4 – Location Map of the Golden Gate and Jolly Tar Graphite deposits and their relationship to regional infrastructure and major mining operations.



**GOLD ANOMALY'S CROYDON PROJECTS
LOCATION WITH RESPECT TO MAJOR MINERAL DEPOSITS
AND MINES IN THE MOUNT ISA REGION**

COMPETENT PERSON STATEMENT

The information contained in this report that relates to exploration results at Croydon, Queensland is based on information compiled by J. V. McCarthy, MAusIMM, Consulting Geologist. Mr McCarthy is a Member of The Australasian Institute of Mining and Metallurgy and has the relevant experience in relation to the mineralisation being reported upon 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. Mr McCarthy consents to the inclusion in this report of the matters based on his information in the form and context in which it appears