



COMPANY ENQUIRIES

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DRILL RESULTS AND RESOURCE INCREASE AT GROUNDROUSH RESULTS IN A NEW CORPORATE STRATEGIC APPROACH AND BOARD CHANGES

The Board of Tanami Gold NL has determined that in view of the increase in Mineral Resources reported during the past six months and the potential for a further upgrade of the Groundrush Resource, the development strategy for the Central Tanami Project (CTP) is to be reviewed and fully assessed before a decision is made to proceed to mine development.

The decision to complete a review and assessment of the CTP before a final decision is made to develop the Project is appropriate given the improved geological understanding of the Groundrush deposit and the significant drill results returned during the past six months.

The Board has determined that further drilling should be completed at Groundrush given the mineralisation is open in all directions. The information gained from such drilling may have a material impact on the mine design in terms of the number of access portals and declines and the most appropriate mining method which are fundamental to an efficient start up and optimisation of the mine.

The drill results at Groundrush and the results returned from other prospects have highlighted the potential of the entire CTP tenement package which hosts numerous walk up drill targets. As such, it is also intended to undertake drill testing of other deposits and targets which may also impact on optimal mine development and treatment plant design.

Further drilling is also continuing at the Coyote Gold Project aimed at increasing the Resource/Reserve base and to assist in developing an improved geological model and mine plan.

The Board also announces the following personnel changes:

Board of Directors:

- **Managing Director/Chief Executive Officer**

Graeme Sloan has resigned his position as Managing Director/Chief Executive Officer to pursue personal interests. The Board thanks Graeme for his contribution to the Company over the past three years. The Company will undertake a comprehensive recruitment process to secure a new Managing Director/Chief Executive Officer in the coming months.

- **New appointment – Non-Executive Director – Carlisle (Lyle) Procter**

Lyle Procter was appointed as an independent non-executive director on 9 December 2011. Mr Procter graduated from the University of Sydney, Australia with a Bachelor's Degree and a Master's Degree in Economics. He is a fellow of the Financial Services Institute of Australasia (FFin.). Based in Australia, Mr Procter worked in the Reserve Bank of Australia for over 30 years, holding various senior management positions. Since leaving the Bank, he has worked as a consultant to the International Monetary Fund (IMF) and the Asian Development Bank (ADB) and has also undertaken private consulting work in the Philippines, Indonesia and Papua New Guinea in the areas of bank supervision, anti-money laundering and corporate governance respectively. Mr Procter is currently a non-executive director of Bank South Pacific Limited, a company listed on the Port Moresby Stock Exchange, and an independent non-executive director of Sun Hung Kai & Co. Limited and Allied Overseas Limited.

ASX Announcement

- **New appointment – Alternate Director for Arthur Dew (Chairman)– Mark Wong Tai Chun**

Mark Wong was appointed as an alternate director for Mr Dew on 9 December 2011. Mr Wong has a Master's Degree in Business Administration and is a fellow of the Hong Kong Institute of Certified Public Accountants, the Association of Chartered Certified Accountants, The Institute of Chartered Secretaries and Administrators and The Hong Kong Institute of Chartered Secretaries. He is also an executive director of Allied Overseas Limited ("AOL") and was appointed the chief executive officer of AOL in November 2010. Mr Wong is also an executive director of each of Allied Properties (H.K.) Limited and SHK HK Industries Limited.

Management

Pending the appointment of a new CEO, the senior executive staff will continue to manage the Company with executive support from the Deputy Chairman, Mr Denis Waddell and the Board. In addition, it is intended to establish a technical advisory committee of senior experienced industry figures to assist in a review of the Company's Resources, the CTP and the Western Tanami Operations with a view to identifying operational improvements and potential exploration targets.

The Company will continue to update the market on exploration and production results.

Denis Waddell
Deputy Chairman