

Drilling Commences at Tuckanarra Gold Project, WA:

Drilling has commenced at the Company's 100% owned Tuckanarra Gold Project in Western Australia (Figure 1) where the Company has recently defined a maiden indicated and inferred JORC resource of 2,020,000 tonnes at 1.55 g/t Au for 100,700 ounces of gold (see Appendix A and ASX release dated 27 Dec 2012).

The current 1,500 metre aircore drilling program is targeting the following:

- On-strike extensions of the 3.91g/t Au open-cut mineralisation previously exploited at the Bottle Dump Pit .
- Follow up of the new high-grade Battery discovery (at Cable West) from the last drilling program (7.4 g/t Au over 2 metres from 21m).
- Extensions to the laterite-hosted gold mineralisation at Droogue and Cable.
- Infill drilling of select gold zones to increase definition and status of the resource.

Drilling results will be announced after assays have been received and assessed.

Figure 1: Tuckanarra Gold Project Location, Tenements & Gold Plants

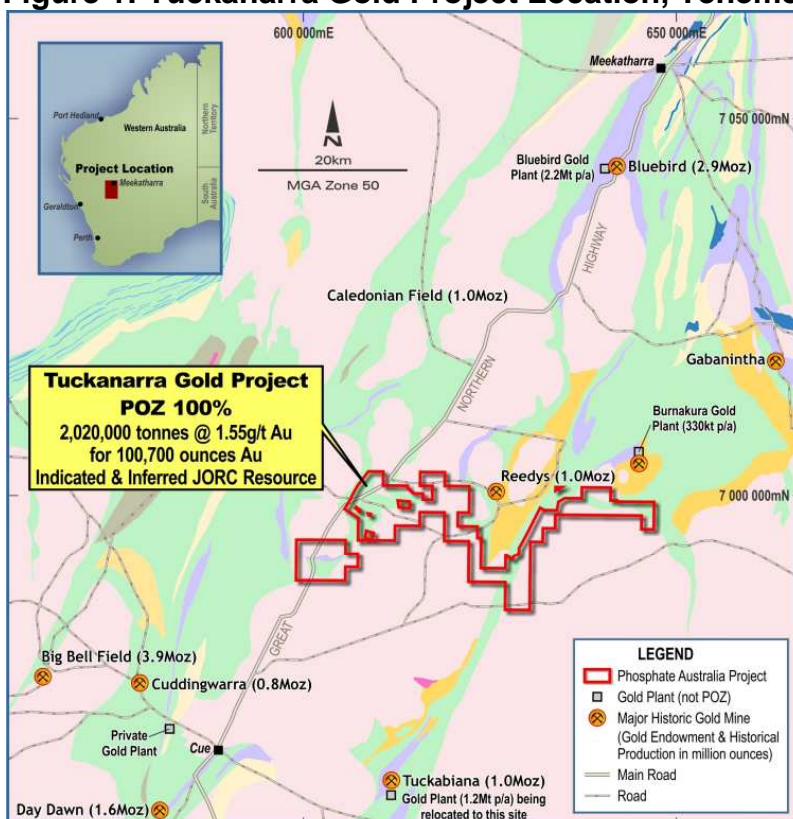


Figure 2: Tuckanarra JORC Gold Resource Locations and Grade

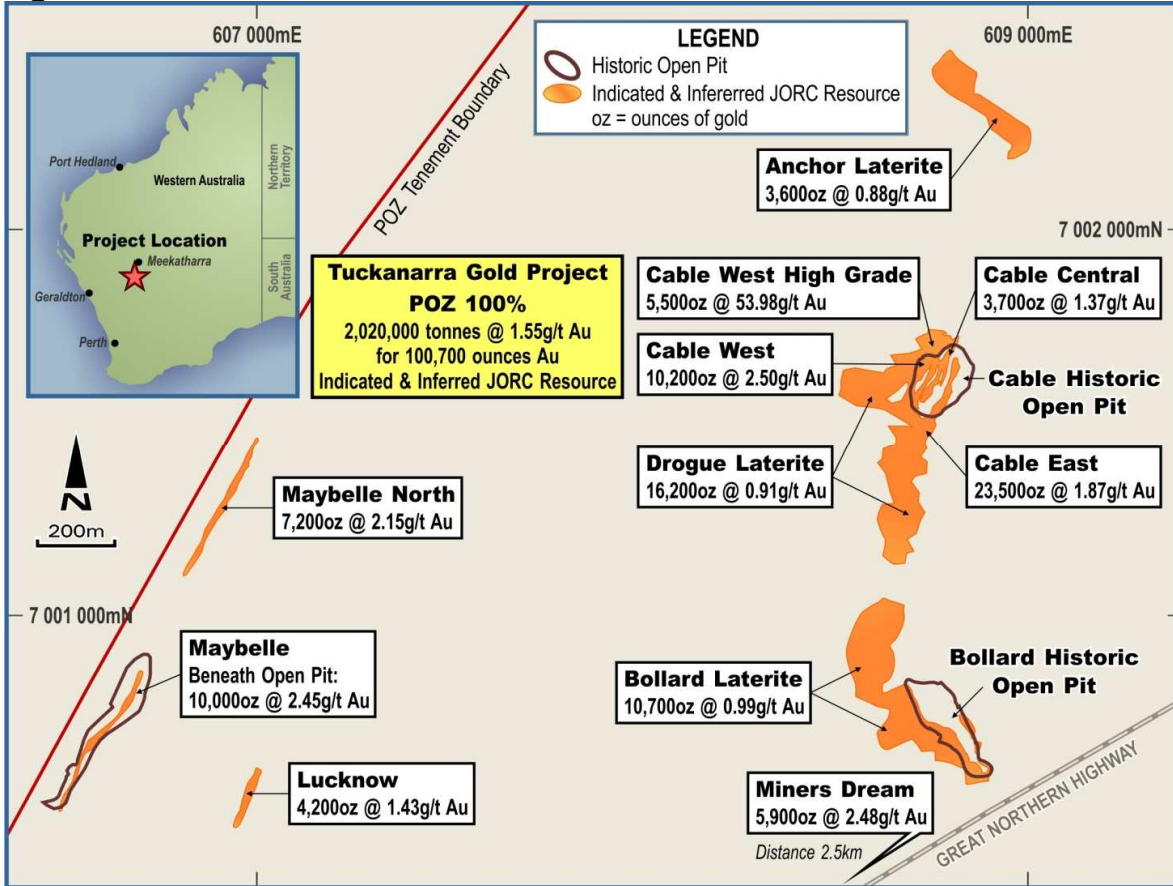
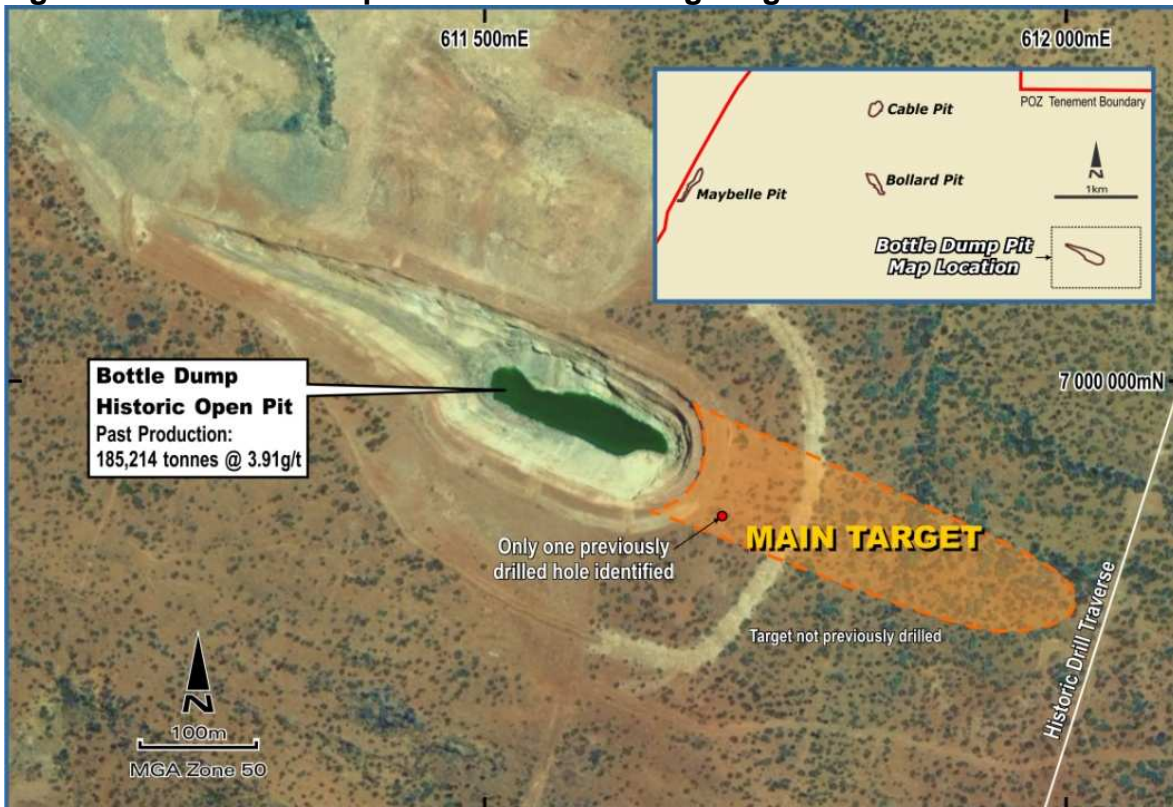


Figure 3: Bottle Dump Pit On Strike Drilling Target



Jim Richards
Executive Chairman

The information in this report that relates to Exploration Results, Mineral Resources or ore reserves is based on information compiled by Mr Jim Richards who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Richards is a Director of POZ. Mr Richards has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Richards consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

The new and updated resource estimations for the Tuckanarra Gold Project Area deposits, including the Anchor, Bollard, Cable, Drogue, Maybelle, Maybelle North and Miners Dream deposits, were also carried out by Mr Craig Harvey utilizing resource drilling data sets provided by Phosphate Australia Limited. Mr Harvey is a Principal Consultant with Ravensgate Mining Industry Consultants and is also a Member of the Geological Society of Southern Africa. Mr Harvey has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity undertaken 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 Harvey also consents to the inclusion in the report of the resource estimation matters for these deposits based on the reporting information in the form and context in which it appears.

Appendix A: Tuckanarra Gold Project, Total Mineral Resources, Indicated & Inferred

All Material	Category	Cut-Off	Volume ('000)	Tonnes ('000)	Grade (g/t)	Ounces ('000)
	Indicated	-	467	1,095	1.59	56,000
		0.25	465	1,091	1.60	56,000
		0.50	442	1,040	1.65	55,300
		0.75	339	813	1.94	50,600
		1.00	243	597	2.32	44,600
		1.25	179	449	2.72	39,300
		1.50	133	338	3.17	34,400
		1.75	101	260	3.63	30,300
		2.00	81	209	4.06	27,300
		2.25	65	169	4.52	24,500
		2.50	53	138	5.00	22,200
	Inferred	-	408	931	1.49	44,700
0.25		407	929	1.50	44,700	
0.50		403	921	1.51	44,600	
0.75		341	792	1.65	41,900	
1.00		236	566	1.96	35,600	
1.25		169	417	2.26	30,300	
1.50		125	315	2.55	25,800	
1.75		94	241	2.84	22,000	
2.00		74	190	3.10	18,900	
2.25		62	157	3.30	16,700	
2.50		51	129	3.50	14,500	
Total	-	874	2,026	1.55	100,700	
	0.25	872	2,020	1.55	100,700	
	0.50	845	1,961	1.58	99,900	
	0.75	680	1,605	1.79	92,500	
	1.00	479	1,163	2.15	80,200	
	1.25	348	865	2.50	69,600	
	1.50	258	653	2.87	60,200	
	1.75	196	501	3.25	52,300	
	2.00	155	399	3.60	46,100	
	2.25	127	326	3.93	41,200	
	2.50	104	267	4.27	36,700	

Both RC and aircore drilling from POZ and historical drilling data from previous explorers was incorporated into the resource model.