Stratigraphic Diamond Drilling Underway at Bullabulling

- Two diamond holes planned to a minimum depth of 600 metres
- Results have potential to significantly influence future exploration strategy and resource growth potential
- Three specific structural features to be targeted:
  - Bullabulling eastern fold limb – potential to host mineralisation analogous to the existing 3.2Moz resource in the western limb details of which are set out in the Company’s Admission Document dated February 2012
  - Disharmonic fold structures – identified as hosts of higher grade gold mineralisation within the region
  - Vertical structures – interpreted to represent feeder zones with potential for remnant high grade mineralisation

Bullabulling Gold Limited is pleased to advise that deep diamond drilling has commenced at the Bullabulling Gold Project in Western Australia.

Two holes, each with a minimum depth of 600 metres, are planned in order to validate the three dimensional geological model that has been developed for the project area (see announcement dated 6 June 2012) and test three specific targets that were interpreted from the model. The main aim of the holes is to map in detail the geology and orientation of structures interpreted from the seismic data below and to the east of the current drill coverage.

The 3D modelling is considered to have identified the structural setting for gold mineralisation at Bullabulling and, if the current drilling supports this interpretation, it will have positive implications for future exploration targeting and the potential for increasing the Company’s gold inventory in the region.

The indicated and inferred 3.2 million-ounce Bullabulling deposit has been interpreted to sit above and below an ultramafic unit on the western limb of a major anticline. The model indicates that the prospective ultramafic unit continues on the eastern limb of the anticline, which has not previously been targeted. Structurally, the eastern limb appears to be as prospective as the western limb and if mineralised has the potential to host mineralisation analogous to the existing resource. Historic drilling has intersected mineralisation to the east of the west limb in the anticline hinge zone, confirming that other structures on the anticline are mineralised.
One of the current holes, to be drilled at a dip of 60° towards the west, will target the eastern fold limb to identify and orientate lithology and test for the presence of gold mineralisation around the ultramafic. This hole will continue in order to intersect an interpreted flat shear zone situated at the base of a disharmonic fold structure, approximately 500 metres below surface.

The second hole will be drilled at a dip of 60° towards the east and will intersect the western limb of the Bullabulling fold before targeting a disharmonic fold structure at 450 to 500 metres below surface. This hole will continue to greater depth in order to assess vertical features interpreted to be potential feeder structures.

The final depth of both holes will be determined based upon on-site core logging and geological interpretation. Drilling is expected to take four-to-six weeks depending on final hole depth with assays anticipated approximately one month later.

Cross-section on Seismic Line Showing Planned Drill Holes
Chairman Peter Mansell and Non-executive Director Ronnie Beevor Inspect the drill site with Bullabulling Project Geologist Steve Saul

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A copy of this announcement including images including the seismic cross section referred to in the announcement can be found on the Company’s website: [www.bullabullinggold.com](http://www.bullabullinggold.com)
About Bullabulling Gold Limited

Bullabulling Gold Limited is listed on the Australian Securities Exchange (ASX:BAB) and London’s AIM Market (AIM:BGL) and has approximately 289 million shares on issue. The Company’s primary asset is the wholly owned Bullabulling Gold Project, located near Coolgardie in Western Australia.

The Bullabulling Gold Project hosts JORC compliant Mineral Resources of 3.4 million ounces comprising Indicated Resources of 72.1 million tonnes at 0.92 g/t gold and Inferred Resources of 30.7 million tonnes at 1.07g/t gold at Bullabulling and Inferred Resources of 4.8 million tonnes at 1.15 g/t gold at Gibraltar. Exploration has demonstrated strong potential for further expansion of the resource base.

The Bullabulling deposit is amenable to bulk tonnage open pit mining and conventional CIL processing has delivered high gold recoveries. The deposit is situated on granted Mining Leases in close proximity to infrastructure.

The Company is currently undertaking a pre-feasibility study into the development of a large scale, low cost mining operation at Bullabulling, with first production targeted for 2015.

Competent Person Statement

The information in this report that relates to the Exploration Results, Mineral Resources or Ore Reserves is based upon information compiled by Dr. Gregor Partington, who acts as an exploration consultant to the company and is a member of The Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Dr. Partington has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and the activity in which he is undertaking to qualify as a Competent Person under 2004 Edition of the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (JORC Code). Dr. Partington consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.