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### DRILLING RESULTS AT CONONISH GOLD-SILVER PROJECT IN SCOTLAND

Gold exploration company, Scotgold Resources Limited (Scotgold Resources or the company) (**ASX: SGZ**) announces the first drilling results on its 100%-owned Cononish Gold and Silver project located in Scotland.

The 2000m diamond drilling program commenced in September 2008 to target possible down-dip and strike extensions to the existing JORC compliant resource report completed by Snowden Mining Industry Consultants Limited (Snowden).

To date, two drill holes **CON 11b** and **CON 27** have been successfully completed and final assay results have been received. Scotgold requested Snowden to comment on the significance of these initial results.

#### First Drill Hole – CON 11b

The first diamond drill hole, CON 11b, reported in November 2008 from initial assays, intersected 1.95m (intersection width) @ 5.6 g/t Au and 24.05 g/t Ag with an estimated true width of 1.38m.

Final results identified further low-grade mineralisation in the direct hanging wall of the vein. This gives a weighted average intersection of **3.1m @ 3.9 g/t Au and 25.07 g/t Ag**, with an estimated true width of 2.2m. The drill hole had a final depth of 277m.

From (m)	To (m)	Downhole Intersection (m)	Est. True thickness (m)	Fire assay Au g/t	Screen Fire assay Au g/t	Ag g/t
248.00	249.15	1.15	0.8	0.8	1.27	26.80
<b>249.15</b>	<b>251.10</b>	<b>1.95</b>	<b>1.38</b>	<b>5.6</b>	<b>5.6</b>	<b>24.05</b>

"Snowden considers CON 11b to be an **encouraging intersection**, characterised by typical Cononish geology and mineralogy, with a strong vein width and robust gold and silver grades."

### Second Drill hole - CON 27

The second diamond drill hole, CON 27, was terminated at a depth of 379m, and intersected a 17m thick alteration zone at a depth of about 140m below the resource envelope. The final result for the selected mineralised intersection is shown below:

From (m)	To (m)	Downhole Intersection (m)	Est. True thickness (m)	Fire assay Au g/t	Screen Fire assay Au g/t	Ag g/t
<b>357.5</b>	<b>360.5</b>	<b>3.0</b>	<b>1.5</b>	<b>0.43</b>	<b>0.4</b>	<b>1.70</b>

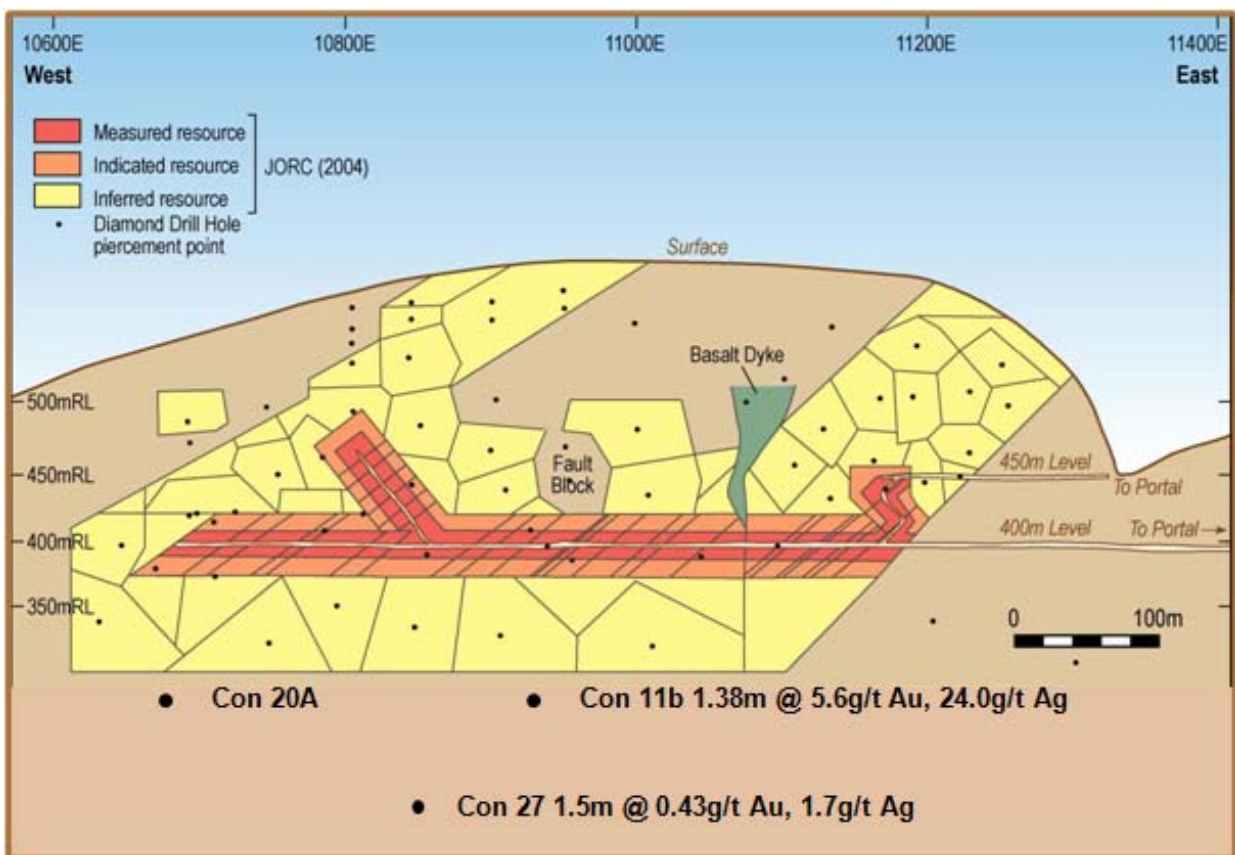
Snowden comments regarding Con 27 “Despite the low grade, the intersection is broadly characteristic of typical Cononish geology and mineralogy. Whilst it does not represent a strong quartz vein structure with economic gold grades per se, it provides **some proof of gross geological continuity at depth.**” “This is a **single** deep intersection (Con 27) and as such can only be fully evaluated when the other deep holes are completed”

“This initial drilling programme at Cononish **has been successful in defining the gross geological continuity of the Main Vein beneath the central resource section to 140 m..**”

### Third drill hole - CON 20A

Due to severe weather conditions in Scotland, drilling of the third diamond drill hole CON 20A was halted in mid December at a downhole depth of 97.8m. The estimated target depth is approximately 212m and is planned to be completed as soon as weather conditions improve.

The position of these holes in relation to the existing resource envelope is shown below.



These drill holes, with a combined depth to date of 754m, are part of a continuing 2000m program detailed in previous announcements which can be viewed on the Scotgold website [www.scotgoldresources.com](http://www.scotgoldresources.com).

Chris Sangster

Chief Executive Officer



### **Competent Persons Statement:**

*The Information in this release that relates to Exploration Results is based on information compiled by Dr R Thom MAusIMM. Dr Thom has sufficient experience that is relevant to the style 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. Dr Thom, who is a Director of Scotgold, consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.*

*The Information in this report that relates to Mineral Resources is based on resource estimates compiled by EurGeol Dr S C Dominy FAusIMM (CP), FGS (CGeol), MIMMM (CEng), MAIG, General Manager (UK) and Executive Consultant with Snowden based in the London, England Office. Dr. Dominy has sufficient experience that is relevant to the style 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. Dr Dominy consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.*

### **Forward Looking Statements**

*This release includes certain “forward looking statements.” All statements, other than statements of historical fact, are forward looking statements that involve various risks and uncertainties. There can be no assurances that such statements will prove accurate and actual results and future events could differ materially from those anticipated in such statements.*

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