

**ASX ANNOUNCEMENT** 

8 APRIL 2008

# MINERALISATION EXTENDED AT THE KOKA GOLD DEPOSIT, ERITREA

Zara Joint Venture, Eritrea (Dragon Mining Limited - 20% interest)

#### **Koka Gold Deposit**

Dragon Mining Limited, in conjunction with Sub Sahara Resources NL is pleased to announce that assay results from a further 14 diamond drill holes have been received which have extended the known mineralisation 160 metres (to 760 metres) at the Koka gold deposit. The current resource of 1.04 million ounces of gold is expected to increase once these latest drilling results are incorporated into the resource model. Further details are outlined in the Sub Sahara announcement which is attached.

The Zara Joint Venture comprises a single license covering an area of 196km<sup>2</sup> situated in northern Eritrea, approximately 160km northwest of Asmara city. The project is managed by Sub-Sahara and Dragon Mining has a 20% interest and is free carried through to completion of a bankable feasibility study.

For and on behalf of **Dragon Mining Limited** 

**Peter G Cordin**Managing Director



# Sub-Sahara Resources NL

8<sup>th</sup> April, 2008

**ASX Announcement** 

# Sub Sahara's Koka gold deposit extended additional 160 metres. Mineralisation now totals 760 metres - and still open at depth

Australian gold exploration company Sub Sahara Resources (ASX: SBS) has received assay results from a further 14 diamond drill holes (ZARD97-ZARD111), which have extended the known mineralisation 160 metres (to 760metres) at the company's cornerstone project, the Koka gold deposit, in Eritrea, Africa.

The Koka Gold deposit, within the Zara Gold Project, contains an "Indicated" (83%) / Inferred (17%) resource of 1,040,000ozs gold from 5.13million tonnes of ore, grading 6.31g/t. This is expected to increase once these latest drill results are incorporated into the resource model.

# **Drilling Highlights:**

Hole	From (m)	To (m)	Interval (m)	Gold (g/t)
ZARD104	160	161	1	17.18
ZARD108	152	155	3	3.70
ZARD108	168	169	1	6.07
ZARD109	78	79	1	5.99
ZARD110	66	67	1	12.51
ZARD110	75	76	1	91.98

Note: Table 1 below provides details of all drill results

These results complete the planned 40m x 20m drill spacing over the Koka gold deposit. Two drill holes (ZARD107 and ZARD110) intersected significant gold mineralisation of up to 160m south of the existing drilling. These results confirm the existing resource has the potential to be further extended to the south.

Drill holes ZARD099 and ZARD101 appear to close mineralisation to the north while drill holes ZARD100, ZARD103 and ZARD105 drilled to test the Koka North Prospect (420m north of Koka), returned no significant assay results. The remaining drill holes completed the up and down dip coverage of the known gold mineralisation at Koka.

Managing Director Mike Griffiths said whilst the results were narrower than previous drill intercepts, the prospect of the Zara gold project being commercial remains very favourable.

"We now have a known mineralisation of commercial quantities and good grade that extends a further 160 metres to the south, and is still open at depth," said Mr Griffiths.

"Sub Sahara will continue with the drilling campaign in an effort to extend the known mineralisation as far as we can. We expect any additional good drill results will only further improve the project economics for mining this deposit, with early indications already showing the project to be very robust."

The Zara Joint Venture comprises 4 contiguous licenses covering an area of 196km2 situated in northern Eritrea, approximately 160km northwest of Asmara city (Figure 1). Sub-Sahara has earned a 69% interest in the project.

#### For and on behalf of

Sub-Sahara Resources NL

# M.R. Griffiths Managing Director

# FOR FURTHER INFORMATION:

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# Competent person statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr M R Griffiths, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Griffiths is a full-time employee of Sub-Sahara Resources NL. Mr Griffiths 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 a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Griffiths consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

### **About Sub-Sahara**

Sub-Sahara Resources is an ASX listed company (ASX: SBS) with interests in a number of highly prospective and rapidly expanding African projects, including the Nyanzaga joint venture with Barrick Gold, Lake Victoria joint venture with Currie Rose Resources and the Nyakufuru joint venture with Resolute Mining (all in Tanzania) and the Zara joint venture in Eritrea.

Table 1: Significant Koka Prospect Diamond Drill Assay Intercepts:

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Table 1: Significant Koka Prospect Diamond Drill Assay Intercepts:													
	Hole	Depth (m)	North (UTM)	East (UTM)	Azimuth (°)	Dip (°)	From (m)	To (m)	Interval (m)	Gold (g/t)			
	ZARD097	30.60	1,824,592	390,257	102	-50	8.1	9.6	1.5	0.88			
	ZARD097						11	12	1	1.57			
<b>a</b> 5	ZARD097						15.6	17	1.4	1.04			
(UD)	ZARD099	64.65	1,824,590	390,256	102	-50	11	12	1	1.25			
20	ZARD102	244.15	1,824,409	390,157	102	-52	145	146	1	2.34			
(0)	ZARD102						214	215	1	1.02			
$\Box$	ZARD104	210.60	1,824,530	390,161	102	-57	152	153	1	2.15			
	ZARD104						160	161	1	17.18			
	ZARD104						180	181	1	1.25			
	ZARD104						184	185	1	1.49			
OR	ZARD104						194	195	1	1.80			
60	ZARD104						202	203	1	2.60			
	ZARD106	75.60	1,824,464	390,271	102	-45	17	18	1	2.15			
	ZARD106						39	40	1	1.17			
	ZARD107	160.00	1,823,878	390,144	102	-50	124	125	1	2.22			
	ZARD108	181.94	1,824,089	390,125	102	-51	142	143	1	3.16			
0	ZARD108						152	155	3	3.70			
	ZARD108						159	160	1	3.60			
	ZARD108						168	169	1	6.07			
<b>a</b> 5	ZARD109	90.60	1,823,993	390,190	102	-50	78	79	1	5.99			
	ZARD110	133.50	1,823,836	390,171	102	-50	66	67	1	12.51			
	ZARD110						75	76	1	91.98			
	ZARD110						92	93	1	1.22			
	ZARD110						109	110	1	3.06			

Note: The metres quoted are down hole metres and gold grades are uncut with up to 2 metres of internal dilution (<0.25g/t gold). All samples are prepared at the Africa Horn Laboratory in Asmara, Eritrea and then analysed by Genalysis Laboratories in Perth, Western Australia.

Figure 1: Zara Project Location Map



Figure 2: Koka Drill Hole Location Plan



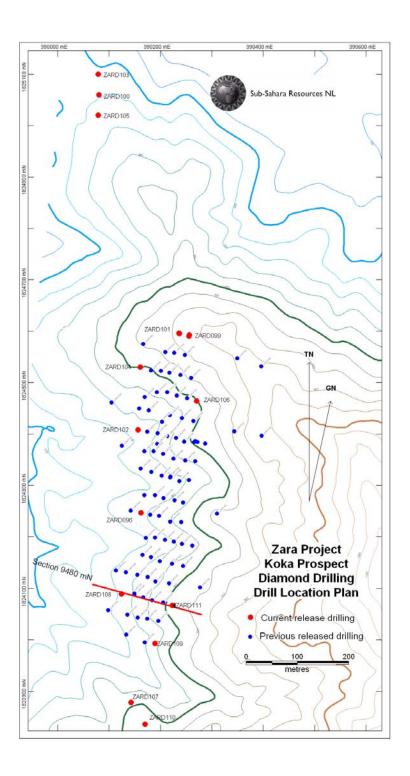
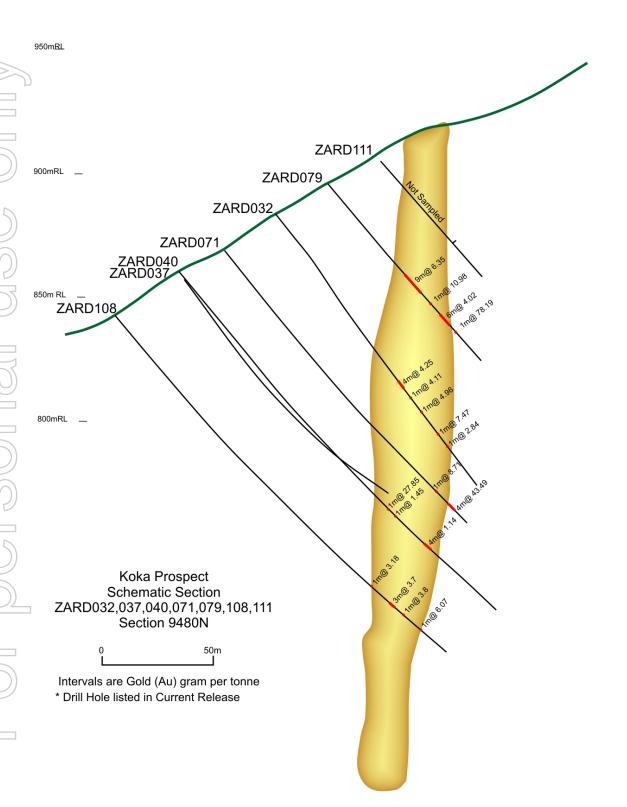


Figure 3 - Koka Cross Section





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