ASX Announcement
7 November 2012

Results of Non-Renounceable Entitlement Offer

The Board of Navaho Gold Limited (Navaho Gold or the Company, NVG:ASX) is pleased to announce the results of the non-renounceable entitlement offer (Offer) announced on 28 September 2012. The fully underwritten Offer was undertaken on a 1 for 1 non-renounceable entitlement basis at 1.3 cents per share to raise $1.2 million.

Shareholders of Navaho Gold applied for a total of 75,810,231 shares, equating to an 82% take-up, to raise $985,532 pursuant to the Offer. Those shareholders who applied for additional shares under the entitlement offer will be allocated their amounts in full.

Subscriptions for the remaining 17,025,005 shares, representing the shortfall amount of $221,325 are in the process of being obtained from the underwriters.

The funds raised from the Offer, along with existing cash reserves, have been earmarked for exploration activities in Nevada and New Mexico as well as working capital requirements. The Company is planning to carry out exploration programs with the funds raised including drilling, geophysical surveys and surface, rock chip sampling.

Modification to Trading Date

Further to the announcement made by the Company yesterday, the Board advises that it has made arrangements to bring forward the trading date for the New Shares from 16th November, to Thursday 15th November 2012.

On behalf of the Board
KM Schlobohm
Company Secretary

About Navaho Gold

Carlin Style Mineralisation

Navaho Gold is clearly focused on the exploration for and ultimate development of “Carlin Style” gold mineralisation. “Carlin” gold mineralisation was recognised near the town of Carlin in Nevada USA in the 1960’s. Carlin deposits occur as the result of low temperature solutions precipitating gold, silver and sulphide minerals in limey, magnesian and carbonaceous sediments, which have first been made a porous and receptive host by the effect of acid solutions emanating from nearby intrusions and fragmentation from fault activity. Carlin orebodies are typically both large and high-grade, ranging up to 40Moz gold (eg. Barrick Gold Corporation’s Post-Betze deposit)\(^1\). Nevada has 20 major mining operations producing in excess of 100,000 oz gold per annum\(^2\).
Projects in Nevada and Queensland

Navaho Gold has various agreements to earn majority interests in, or acquire, at its election, five projects in Nevada, together with an additional project owned 100%. Four of these projects are located on or adjacent to the prolific gold-producing Carlin and Battle Mountain Trends, and holds exploration licences over three potential new “Carlin” style regions in Queensland.

From the period 1981 to 2009, in excess of 156Moz gold has been produced in Nevada, making it one of the most strongly endowed gold provinces in the World\(^2\). The Carlin Trend alone has produced more gold than any other mining district in the USA\(^3\).

Importantly, Navaho Gold’s Carlin East project in Nevada lies approximately 5km east of Barrick Gold Corporation’s 40Moz gold Post-Betze deposit, and the Utah Clipper project in Nevada is located immediately along trend from Barrick’s Cortez and Pipeline-Gold Acres deposits which contain more than 30Moz gold\(^3\).

References:

Navaho Gold currently has 92,835,236 shares on issue.

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Electronic copies and more information are available on the Company website: www.navahogold.com

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