

PROCESS PLANT AT MORNING STAR GOLD MINE NOW FULLY COMMISSIONED

AuStar Gold Limited (ASX: AUL) ('AuStar Gold' or 'the Company') provides the following update on re-commissioning of the process plant at the Morning Star gold mine.

Highlights:

- **Recommissioning of the Gravity Gold Processing Plant is now complete and available to process material from the Morning Star and Rose of Denmark gold mines**
- **Trial underground material has been successfully processed through the Morning Star process plant**
 - **AuStar Gold has optimised the plant and tails disposal section**
 - **All components are operating as per manufacturers specifications and are fit for purpose**
 - **Paste plant has also been successfully tested**

AuStar Gold CEO, Tom de Vries said *"Another major milestone has been achieved in our successful re-commissioning of the processing plant at the Morning Star gold mine."*

"As we are now exposing the Stacpoole zone, it is a major achievement to have completed the recommissioning of the processing plant to accept and process mined material. This will allow us to better ascertain the actual gold grade of the Stacpoole zone as compared to the earlier diamond drilling and also lead us toward developing a cashflow"

During the week AuStar Gold site personnel re-tested each operating component of the plant and then commenced the processing of trial underground material from the Morning Star Mine. The gravity gold processing plant is now fit for purpose and will commence treatment of stockpiled material from development conducted to date. Processing will commence from April 18th on a rostered basis, where the number of processing days can be increased depending upon supply of the development rock from the Stacpoole zone.

Prior to the completion of full plant commissioning, individual units of the plant were inspected and numerous components were cleaned, replaced and tested. This included all water lines, air lines, screens, pumps and electrical controls. Conveyors and associated equipment were serviced and one conveyor belt replaced. Crushers were relined and adjusted, the Inline Pressure Jig serviced and re-ragged with new heavy media, and the Gekko spinners were cleaned and rebalanced.

The paste section was modified on the advice of a specialist consultant and this weeks' commissioning included the successful testing of the tailings disposal system.

In conclusion, the Gravity Gold Processing plant at the Morning Star gold mine is able and available for processing of gold bearing rock.

Interested parties are invited to view the plant in operation using the hyperlink below:

<http://austargold.com/investors/presentations/>

End

About AuStar Gold Limited:

AuStar Gold is focused on the return to production of the Morning Star mine and its environs - **an advanced high-grade gold project, with significant infrastructure including processing plant, a strategic tenement footprint, and prospectively, well positioned for near-term trial mining.** In addition, AuStar Gold intends to develop its adjoining tenements in the Walhalla to Jamieson gold district (particularly the prolific Woods Point Dyke Swarm) into low cost high grade gold production projects.

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