

19th May 2004

Company Announcements Office
Australian Stock Exchange Limited
2 The Esplanade
PERTH WA 6000

By Electronic Lodgment

Dear Sir/Madam

Sterling Drilling Phase 2 – Further positive results. Remains open at depth and along strike.

HIGHLIGHTS:

The company is pleased to announce that its second round of drilling at the Sterling project has extended the strike potential of the deposit, with favorable results as far as 600m North of the previous round of drilling. Significant results are highlighted below and full listings of all results are detailed in the Appendix.

Interval (m)	Mineralised Intercept			Total Depth (m)	Hole Coordinate Location				Hole Id
	Grade Au (g/t)	Depth From (m)	Depth To (m)		Azimuth	Dip	North	East	
6	2.2	40	46	60	90	-60	21250	21279	SL66
1	18.9	5	6	15	90	-60	21525	21298	SL67
3	17.9	10	13	25	90	-60	21525	21278	SL68
1	7.0	4	5	20	90	-60	21628	21320	SL72
1	13.6	12	13						
1	1.8	29	30	48	90	-60	21700	21250	SL78
4	3.5	32	36						

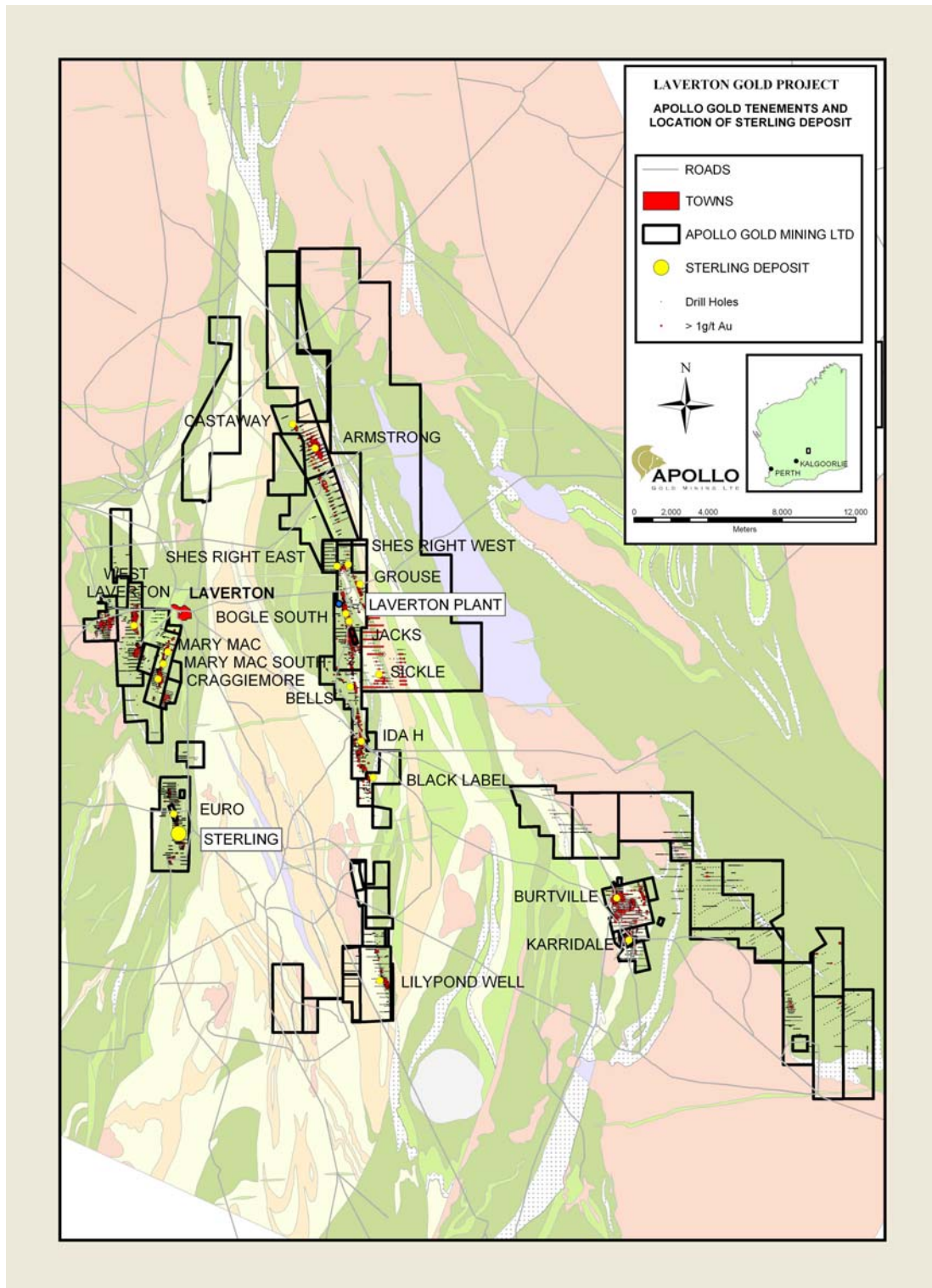
In summary,

- A total of 43 RC holes were drilled for 1,425 meters.
- Stage 3 follow-up drilling is being planned.

The Sterling deposit forms part of the Euro Project which is located 15 km's south west of the company's Laverton Gold Plant.

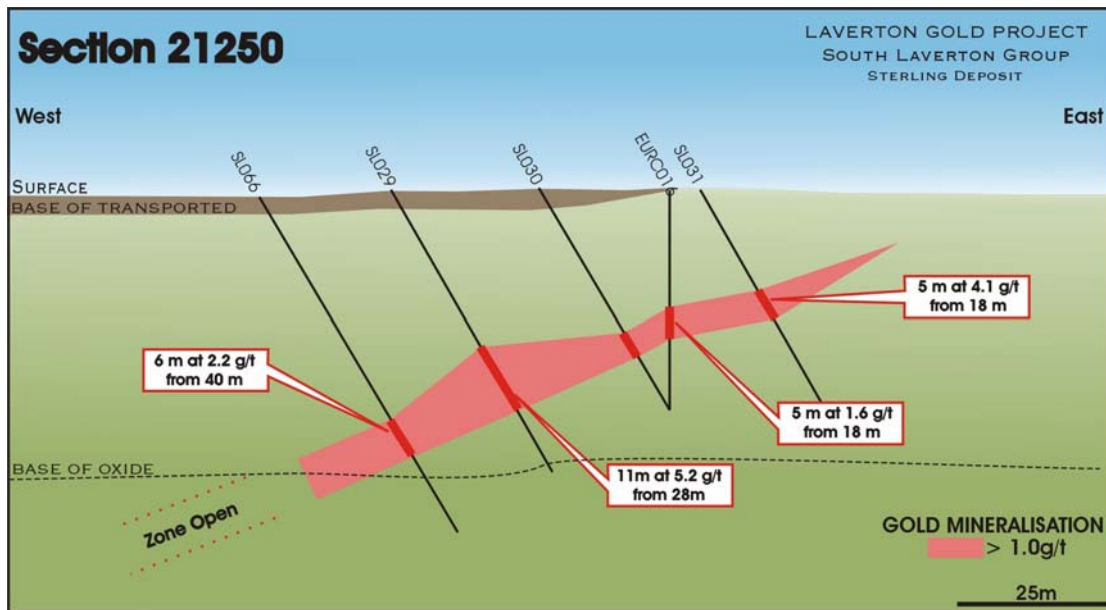
Drilling Results:

The results confirm the continuity reported in the March quarterly ASX announcement. They will provide sufficient drilling information for an updated resource estimate. Samples for metallurgical, geotechnical and mining studies have also been collected.

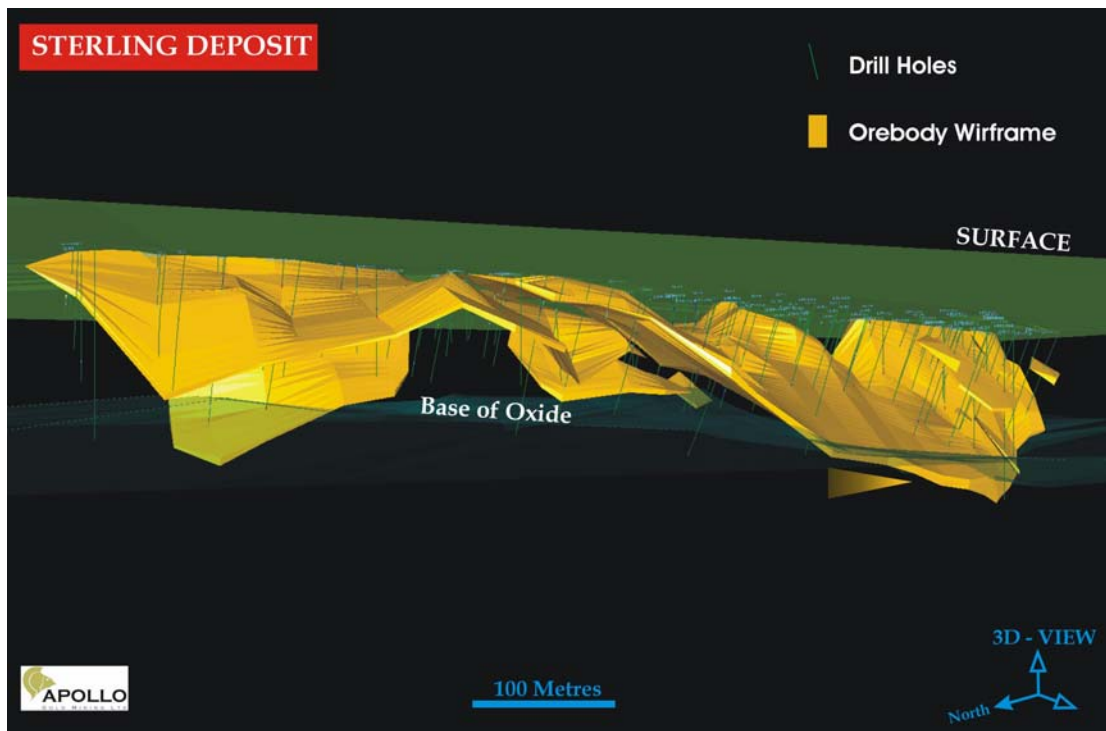


The stage 2 drilling program has confirmed that mineralisation occurs over a strike length of 900 metres and remains open to the north and south, rather than the 600m

previously reported. It now appears that the northern end may be structurally contiguous with the historic Euro mine.



The mineralisation is largely confined to quartz veins contained within a strongly carbonate altered shear zone. It is moderately to steeply west dipping and remains open at depth.



Exploration Targets:

The Euro Project covers an area of 9.5 km² within M38/143, P38/149 and P38/447 and hosts several highly prospective targets which have been identified via the compilation, validation and interrogation of the company's extensive database.

The company is prioritizing these targets according to merit and follow up drill programs are being planned to commence as soon as the Feasibility Study drilling is completed.

A brief summary of the identified targets is detailed below:

Euro Mine:

The historical Euro mine is located 700 metres north of the Sterling deposit and produced 35,707 ounces of gold from 94,826 tonnes of ore at an average grade of 11.7 g/t between the years of 1898 and 1911. To date only limited exploration has been undertaken to test the potential for strike length continuity and depth extensions.

South Euro Prospect:

The target area has a strike length of 1.0 km and has been identified by previously drilled moderately shallow RAB holes over 100 metre section lines and limited RC drilling. The best RAB intersection returned 12 m at 3.9 g/t with the peak value of 31 g/t, with follow-up RC drilling returning 5 m at 15.3 g/t from 37 metres which includes 1m at 60 g/t. Although several closely spaced holes were drilled with limited success a reinterpretation of the zone together with further encouraging RAB intersections in the area warrant follow-up.

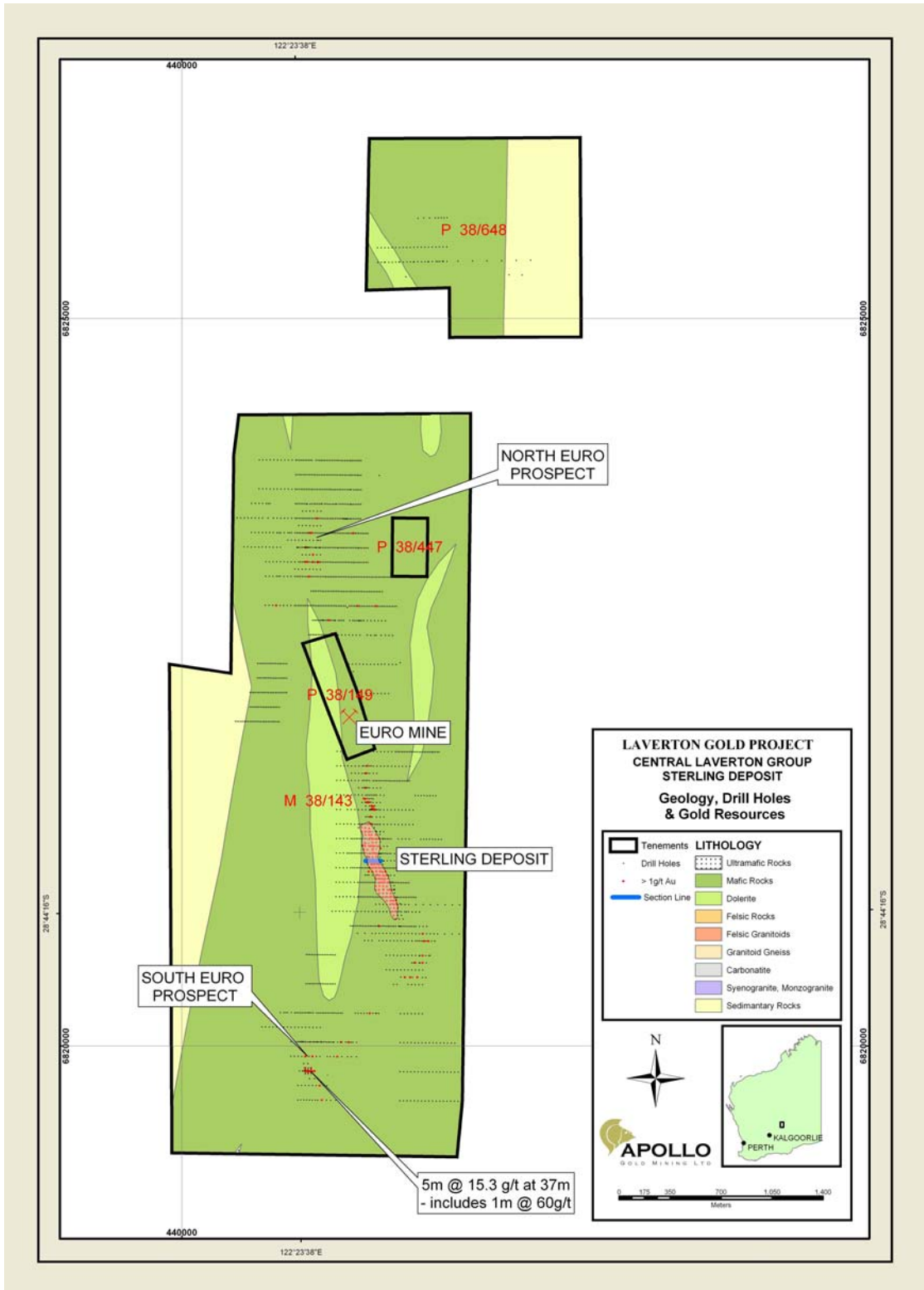
North Euro Prospect:

The target area has a strike length of 1.4 km and has been identified by previously drilled shallow RAB holes over 100 metre section lines. Encouraging RAB broad low grade intersection occurs over a reasonably large area:

The company is compiling the regional GIS package in order to identify other favorable structural positions and interpret the other anomalous RAB intersections within the project area.

Planned Work:

Geological interpretation is currently underway to further enhance the delineation of intercepted mineralization which will be the basis for an updated resource estimate and provide targets for a Stage 3 follow-up drilling program.





ApolloGold RC Drilling

LAVERTON GOLD PROJECT

Significant Intersections for the Sterling Stage 2 (greater than 1 g/t Au)



Mineralised Intercept				Hole Coordinate Location					
Interval (m)	Grade Au (g/t)	Depth From (m)	Depth To (m)	Total Depth (m)	Azimuth	Dip	North	East	Hole Id
STERLING:									
3	2.1	26	29	50	090	-60	21000	21445	SL57
2	2.2	1	3	30	090	-60	21000	21470	SL58
3	2.2	32	35	50	090	-60	20975	21445	SL59
2	2.5	11	13	30	090	-60	20975	21470	SL60
1	1.8	26	27	62	90	-60	21150	21331	SL14
2	1.6	50	52						SL14
1	2.1	60	61						SL14
4	2.0	36	40	40	90	-60	21175	21343	SL62
1	3.4	48	49	55	90	-60	-78825	21323	SL63
5	1.5	31	36	50	90	-60	-6117875	21313	SL64
4	1.7	40	44						SL64
3	1.2	47	50	60	90	-60	21225	21293	SL65
2	1.3	36	38	60	90	-60	21250	21279	SL66
6	2.2	40	46						SL66
1	18.9	5	6	15	90	-60	21525	21298	SL67
3	17.9	10	13	25	90	-60	21525	21278	SL68
1	2.5	14	15	15	90	-60	21575	21297	SL70
1	7.0	4	5	20	90	-60	21628	21320	SL72
1	13.6	12	13						SL72
2	3.0	8	10	30	90	-60	21650	21302	SL73
1	5.3	17	18	30	90	-60	21675	21278	SL76
1	1.2	24	25						SL76
1	1.8	29	30	48	90	-60	21700	21250	SL78
4	3.5	32	36						SL78
1	1.2	2	3	30	90	-60	21925	21275	SL90
3	2.0	8	11						SL90
2	1.8	19	21						SL90

Notes:

1. All gold analysis undertaken by 50 gram Fire Assay. 2. samples collected over 1 metre intervals. 3. Minimum intersection width 2 metres. 3. Downhole length reported. 4. Azimuths are referenced to local grid. 5. No top cut has been applied

Yours faithfully
Apollo Gold Mining Limited



Andrew Haythorpe
Director

“The information on mineralisation contained within this report is based on, and accurately reflect, information compiled by Mr Andrew Spinks (qualification), who is a competent person (as defined by the 1999 Australasian Code for Reporting of Mineral Resources And Ore Reserves), a corporate member of the Australasian Institute of Mining and Metallurgy and has the necessary experience which is relevant to the style of mineralisation under consideration.”