

26<sup>th</sup> May 2004

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

**By Electronic Lodgment**

Dear Sir/Madam

**Armstrong Drilling - Further positive results.**  
**- Remains open at depth and along strike.**

**HIGHLIGHTS:**

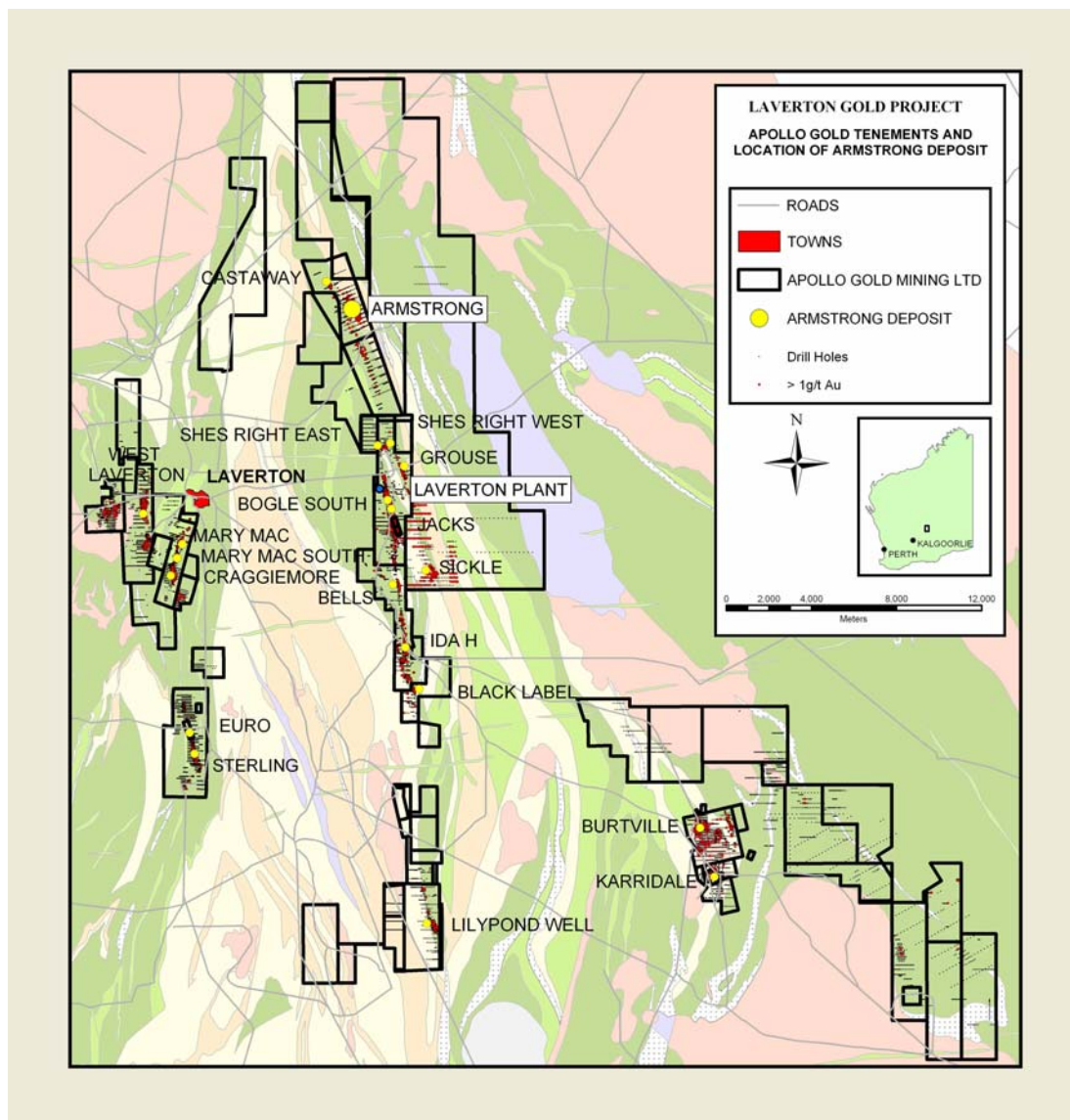
The company is pleased to announce that its second round of drilling at the Armstrong project has extended the strike potential of the deposit with further favorable results. Significant results are highlighted below and full listings of all results are detailed in the Appendix.

Mineralised Intercept				Hole Coordinate Location					
Interval	Grade Au	Depth From	Depth To	Total Depth	Azimuth	Dip	North	East	Hole Id
(m)	(g/t)	(m)	(m)	(m)					
3	5.3	14	17	30	240	-60	42098	28781	CL200
9	1.4	4	13	70	240	-60	42425	28650	CL226
5	1.9	9	14	40	240	-60	42553	28565	CL234
5	6.5	16	21						CL234
2	6.8	30	32	80	240	-60	42571	28610	CL235
1	23.7	73	74						CL235
1	32.0	28	29	80	240	-60	46219	28620	CL239
4	3.4	20	24	70	240	-60	42671	28590	CL242
3	3.3	39	42						CL242

In summary,

- A total of 59 RC holes were drilled for 3,059 meters.
- Further drilling is underway and a resource estimation will commence shortly.
- Only 1.2km of a total of 8km of mineralised strike tested so far.

The Armstrong deposit forms part of the Admiral Hill Project (“AHP”) which is located 9 km’s north of the company’s Laverton Gold Plant. So far 3 shallow deposits containing inferred resources of 262,000 ounces have been identified along two mineralised structures, each 8 km long. The deposits remain open along strike and at depth, and present a considerable growth opportunity for the company.



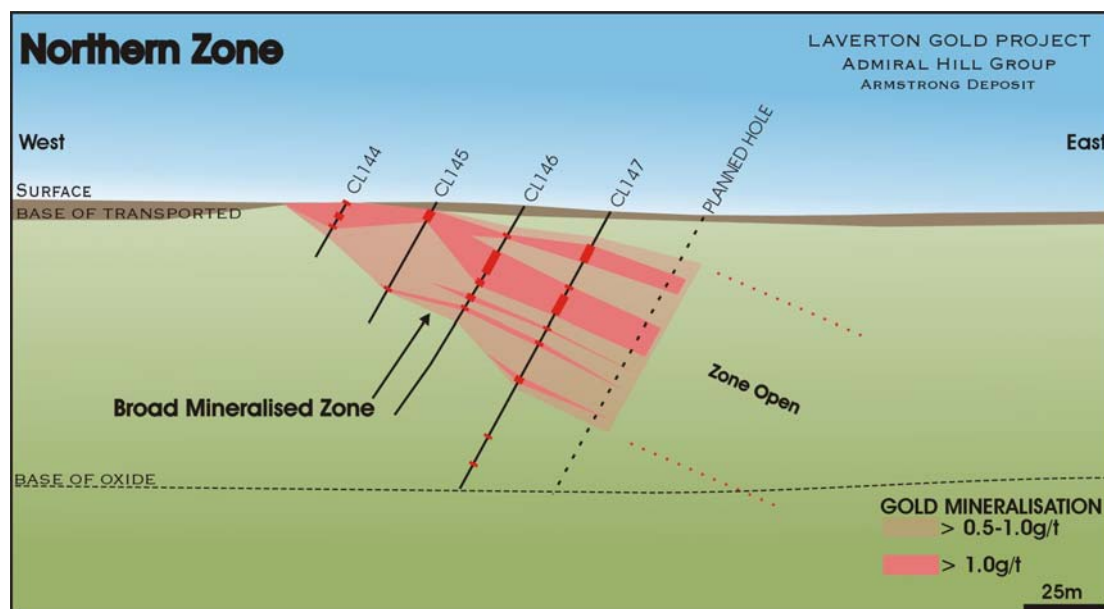
### Drilling Results:

The drilling programs have now intersected mineralisation over a strike length of 1.15 kilometres up to the northern most planned section (42,671 N) and remains open along strike. The Castaway prospect is located a further 900 metres to the North West (refer to map).

The results received confirm the continuity of previously intersected mineralisation, which has been the basis for the past resource estimation and will provide samples for metallurgical, geotechnical and mining studies.

The mineralisation at Armstrong is clearly defined by two mineralized zones:

The northern zone appears to be the surface expression of the southern zone, which is characterized by a multiple lode system, with individual drill holes intercepting up to 4 lodes of >1g/t within 60m of surface. It is surrounded by a large halo of low grade mineralization of 0.5 – 1.0g/t, and this material is being considered for its potential to support a low grade, low cost, bulk tonnage operation.



### Exploration Targets:

Previous drilling of the Admiral Hill “AHP” group deposits, namely Armstrong, Castaway and Pieces of Eight, enabled the initial estimation of an inferred resource of 7 mt. at 1.2 g/t.

The Project covers an area of 13.1 km<sup>2</sup> within M38/376, M38/377 and M38/507. Several highly prospective targets have been identified over a strike length of 8.0 kilometres.

The company is prioritising 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:

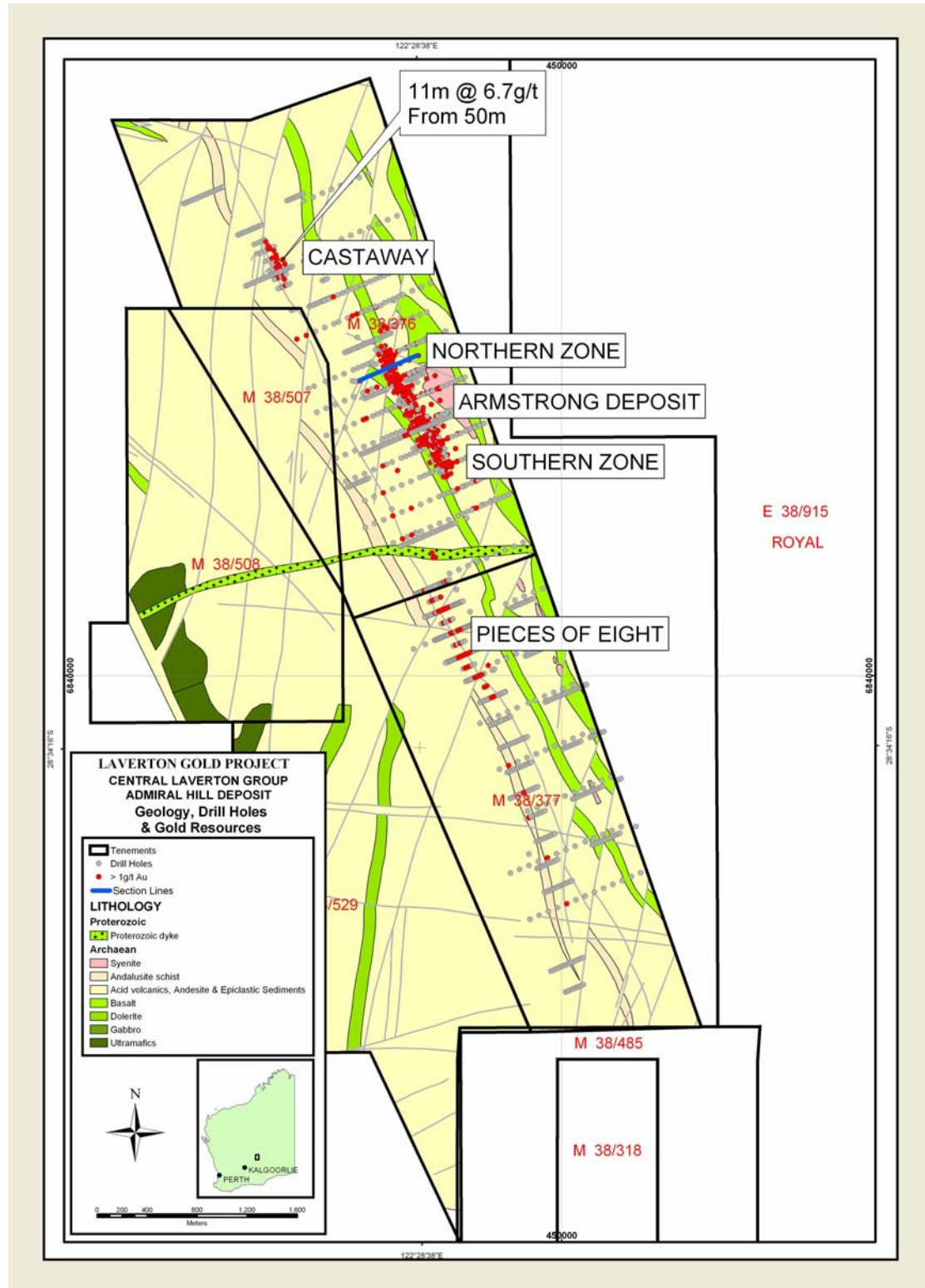
### Castaway

Castaway is defined by 0.5 km long zone of mineralisation intersected by previously drilled shallow RAB and RC holes on 6 section lines. Significant RAB and RC intersections were encountered in previous drilling and the prospect is open both to the north and south. Better intersections are detailed below:

AHC805	11m at 6.7g/t from 50 metres.
AHR674	2m at 4.9g/t from 33 metres.
AHR671	11m at 3.0g/t from 56 metres.

## Pieces of Eight

The prospect is over 1.0 km long and mineralisation has been intersected by previously drilled shallow RAB and RC holes. Significant RAB and RC intersections occur and it is interpreted open both to the north and south. Drill intersections over 1 g/t have been intersected to 10 metres in width and several bottom of hole intersections occur. The 'Pieces of Eight' mineralisation is part of the Admiral Hill Project resource.



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:**

A further stage of follow-up drilling is already in progress and is expected to be completed shortly. Samples for metallurgical, geotechnical and mining studies have also been collected.

The geological data gathered to date is of sufficient quality to allow a mineral resource estimate to be classified in accordance with the JORC Code. It is expected that a significant portion of the resource estimate will be classified in the Measured and Indicated categories.



# ApolloGold RC Drilling

## LAVERTON GOLD PROJECT

### Significant Intersections for Stage 2 @ Armstrong



Mineralised Intercept				Hole Coordinate Location					
Interval	Grade Au	Depth From	Depth To	Total Depth	Azimuth	Dip	North	East	Hole Id
(m)	(g/t)	(m)	(m)	(m)					
<b>AMSTRONG :</b>									
1	1.1	15	16	20	240	-60	42088	28750	CL199
3	5.3	14	17	30	240	-60	42098	28781	CL200
2	2.3	20	22						CL200
5	1.3	7	12	40	240	-60	42108	28800	CL201
2	1.2	15	17						CL201
2	1.6	24	26						CL201
1	3.2	19	20	100	240	-60	42118	28825	CL202
6	2.0	57	63						CL202
2	1.5	40	42	50	240	-60	42244	28735	CL211
1	1.6	49	50						CL211
1	2.3	6	7	70	240	-60	42254	28760	CL212
1	1.3	20	21						CL212
2	3.4	24	26						CL212
1	3.6	46	47						CL212
1	1.5	63	64						CL212
1	1.4	4	5	20	240	-60	42405	28600	CL224
1	2.0	16	17						CL224
7	1.2	0	7	40	240	-60	42415	28625	CL225
1	1.0	10	11						CL225
7	1.3	13	20						CL225
2	1.4	22	24						CL225
9	1.4	4	13	70	240	-60	42425	28650	CL226
2	2.6	15	17						CL226
1	2.2	19	20						CL226
2	2.3	25	27						CL226
2	1.8	34	36						CL226
1	4.2	57	58						CL226
1	1.4	68	69						CL226
1	1.0	12	13	40	240	-60	42455	28590	CL229
3	1.7	18	21						CL229
2	4.2	24	26	30	240	-60	42502	28575	CL231
1	1.5	28	29	100	240	-60	42533	28650	CL232
1	1.0	36	37						CL232
1	1.8	40	41						CL232
2	1.5	47	49						CL232
2	1.8	58	60						CL232
1	1.8	64	65						CL232

Mineralised Intercept				Hole Coordinate Location					
Interval	Grade Au	Depth From	Depth To	Total Depth	Azimuth	Dip	North	East	Hole Id
(m)	(g/t)	(m)	(m)	(m)					
1	1.9	3	4	20	240	-60	42543	28540	CL233
7	1.9	6	13						CL233
5	1.9	9	14	40	240	-60	42553	28565	CL234
5	6.5	16	21						CL234
1	2.4	9	10	80	240	-60	42571	28610	CL235
2	6.8	30	32						CL235
3	1.6	36	39						CL235
1	23.7	73	74						CL235
1	1.3	8	9	30	240	-60	42609	28570	CL237
1	7.8	14	15						CL237
2	3.3	3	5	50	240	-60	42619	28595	CL238
1	1.1	37	38						CL238
1	32.0	28	29	80	240	-60	46219	28620	CL239
1	2.2	41	42						CL239
2	2.1	45	47						CL239
1	1.2	50	51						CL239
1	1.2	58	59						CL239
1	7.8	6	7	20	240	-60	42650	28540	CL240
1	5.6	15	16						CL240
2	1.1	8	10	40	240	-60	42661	28565	CL241
1	1.3	13	14						CL241
4	3.4	20	24	70	240	-60	42671	28590	CL242
1	4.2	26	27						CL242
3	3.3	39	42						CL242
3	1.6	61	64						CL242

**Notes:**

1. All gold analysis undertaken by 50 gram Fire Assay. 2. samples collected over 1 metre intervals. 3. Minimum intersection width 1 metre. 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, 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.”