

10 December 2015

SolGold plc
("SolGold" or the "Company")

Cascabel Exploration Update

Results from Hole 13 at Alpala Northwest Extend the Known Strike Length of Copper and Gold Mineralisation Along the Greater Alpala Trend to Over 600m

The Board of SolGold (AIM code: SOLG) is pleased to provide the following exploration update for the Company's Cascabel copper-gold porphyry project in Ecuador.

HIGHLIGHTS:

- First batch of assay results from 926m to 1302m in Hole 13 (CSD-15-013) return an open ended intersection of 376m @ 0.52 % copper and 0.25 g/t gold.
- Confirmation of copper-gold mineralisation at Alpala Northwest, extends the known strike length of the greater Alpala porphyry system to over 600m.

FURTHER INFORMATION:

Hole 13 (CSD-15-013) initial batch of assay results, from 926m to 1302m, have returned an open ended interval of 376m @ 0.52 % Cu, and 0.25 g/t Au, including two higher grade intervals as shown in Table 1. Remaining assays are expected before the end of the year.

Hole ID	DepthFrom	DepthTo	Interval (m)	Cu_%	Au_g/t	Cu.Eq_%
CSD-15-013	926	1302	376	0.52	0.25	0.67
incls	932	1126	194	0.62	0.31	0.81
incls	996	1084	88	0.71	0.35	0.92

* Data Aggregation Method

- Intercepts reported with up to 10m internal dilution. (Excluding bridging to a single sample)

* Gold Conversion Factor calculated from Cu price US\$3/lb and Au price US\$40/g

Table 1: Assay results received from 996m to 1302m in Hole 13 (CSD-15-013).

The intersections achieved in Hole 13, increase the known strike extent of copper and gold mineralisation along the greater Alpala trend to over 600m (**Figure 1**). Significant portions of the Alpala porphyry system remain untested and mineralisation remains open in all directions.

Zones of high copper / zinc values in soil samples indicate higher temperatures of mineralisation and suggest that there are several untested porphyry centres within the greater Alpala area (**Figure 2**). The most promising of these areas will be investigated by field programs that involve the clearing of outcrop, trenching, geological mapping and rock saw channel sampling. Of particular interest is a 200m zone that lies between Holes 13 and 11.

Detailed drill section and level plan interpretations are ongoing and the continual update of geology models, B-vein abundance models, and copper grade models show the emerging geometry of the copper and gold system at Alpala Central and Alpala Northwest (**Figures 3 and 4**).



Drill holes 14 and 15 (CSD-15-014 and CSD-15-015) are currently under way. Hole 14 is currently at 1320m, and Hole 15 is currently at 706m depth. Both holes have intersected visible porphyry style stock work veining and updates on these holes will be forthcoming in due course.

An aggressive drilling program is planned for the coming year in order to test the numerous targets being developed at Alpala, Aguinaga, and the recently defined Trivino.

Qualified Person:

Information in this report relating to the exploration results is based on data reviewed by Mr Nicholas Mather (B.Sc. Hons Geol.), the Chief Executive Officer of the Company. Mr Mather is a Fellow of the Australasian Institute of Mining and Metallurgy who has in excess of 25 years' experience in mineral exploration and is a Qualified Person under the AIM Rules. Mr Mather consents to the inclusion of the information in the form and context in which it appears.

By order of the Board
Karl Schlobohm
Company Secretary

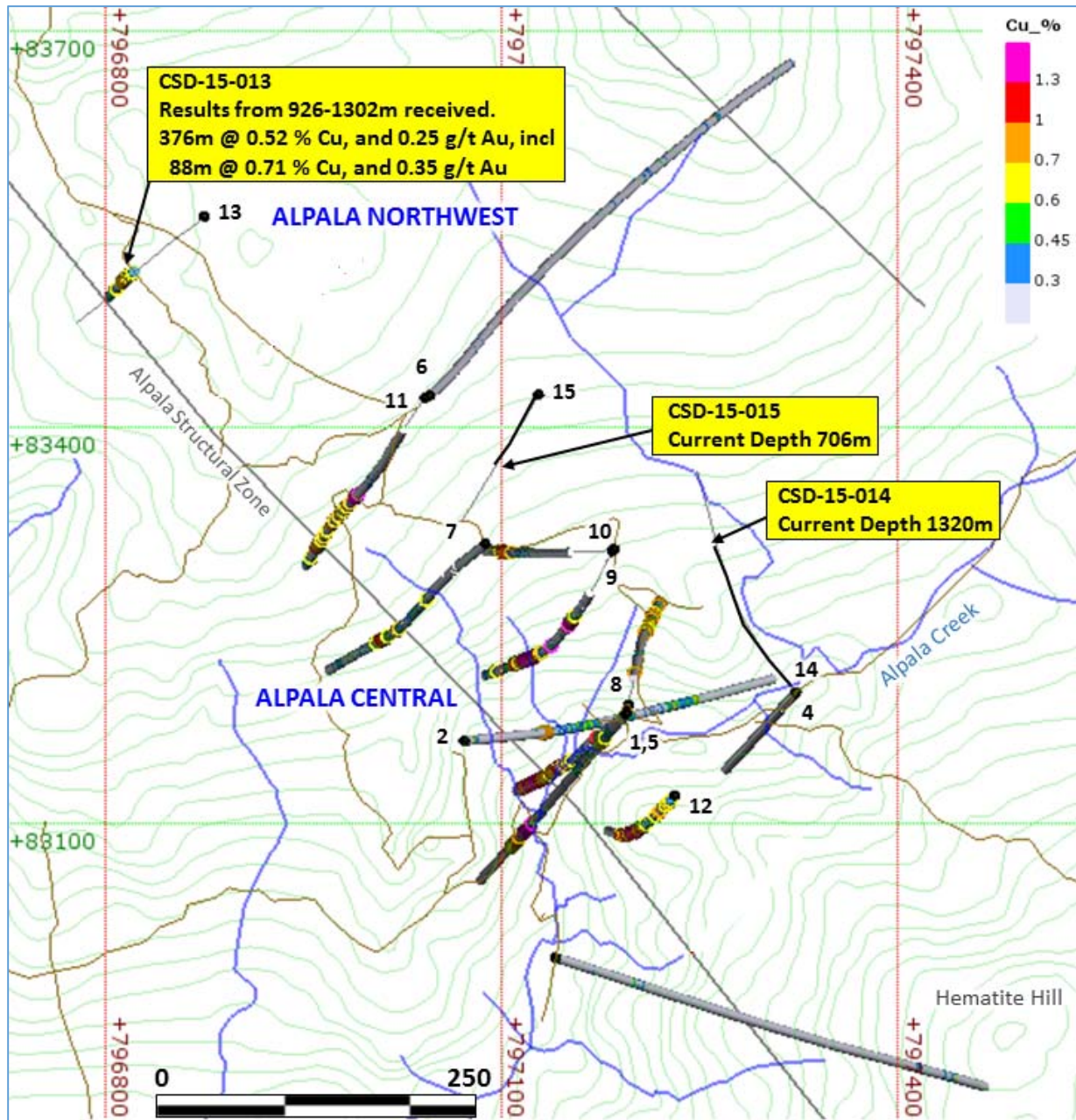


Figure 1: Location of drill holes, showing recent results from CSD-15-013 and progress of CSD-15-014 and CSD-15-015.

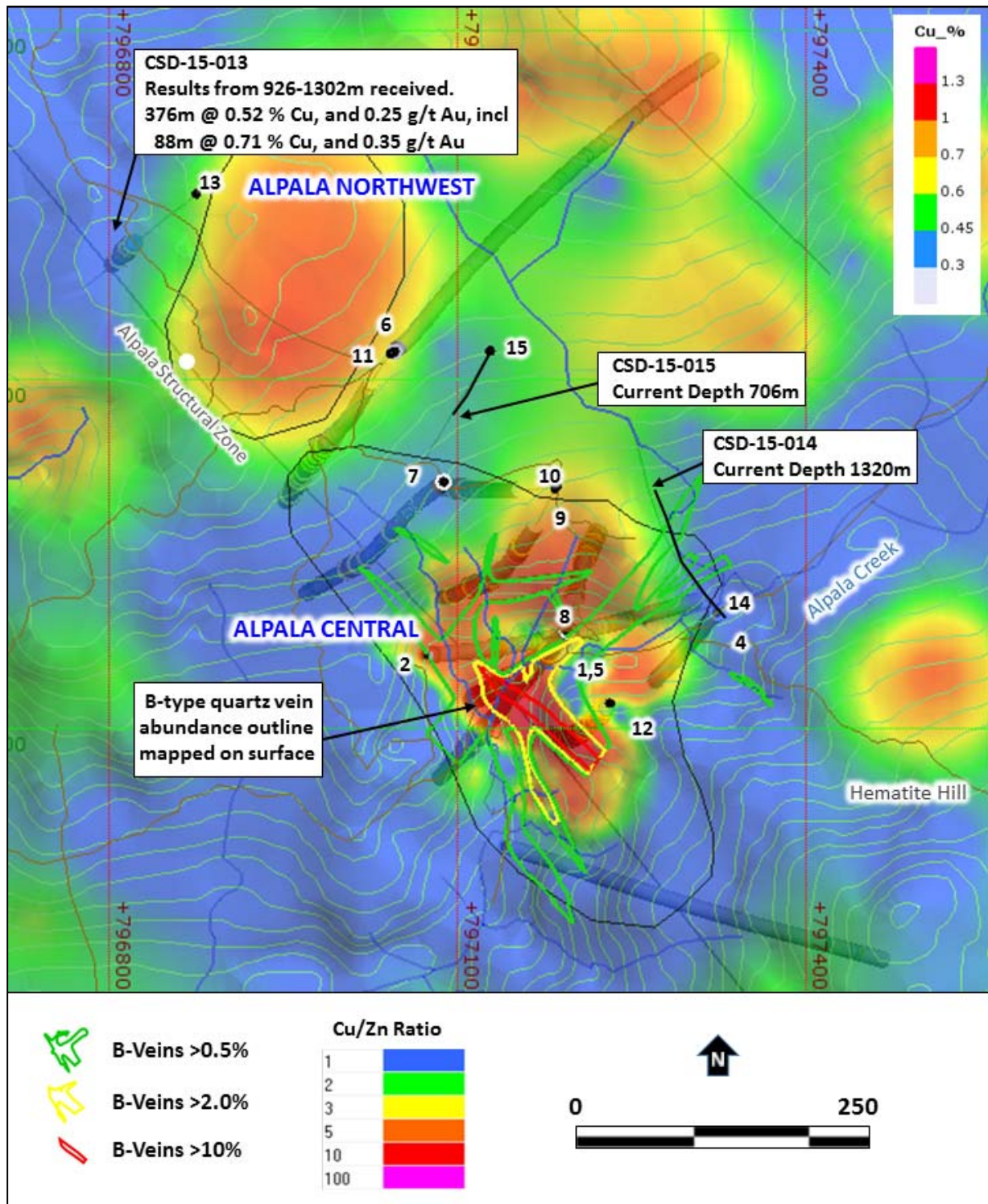


Figure 2: Location of drill holes, showing soil copper/zinc results and surface abundance outline of B-type quartz vein abundance.

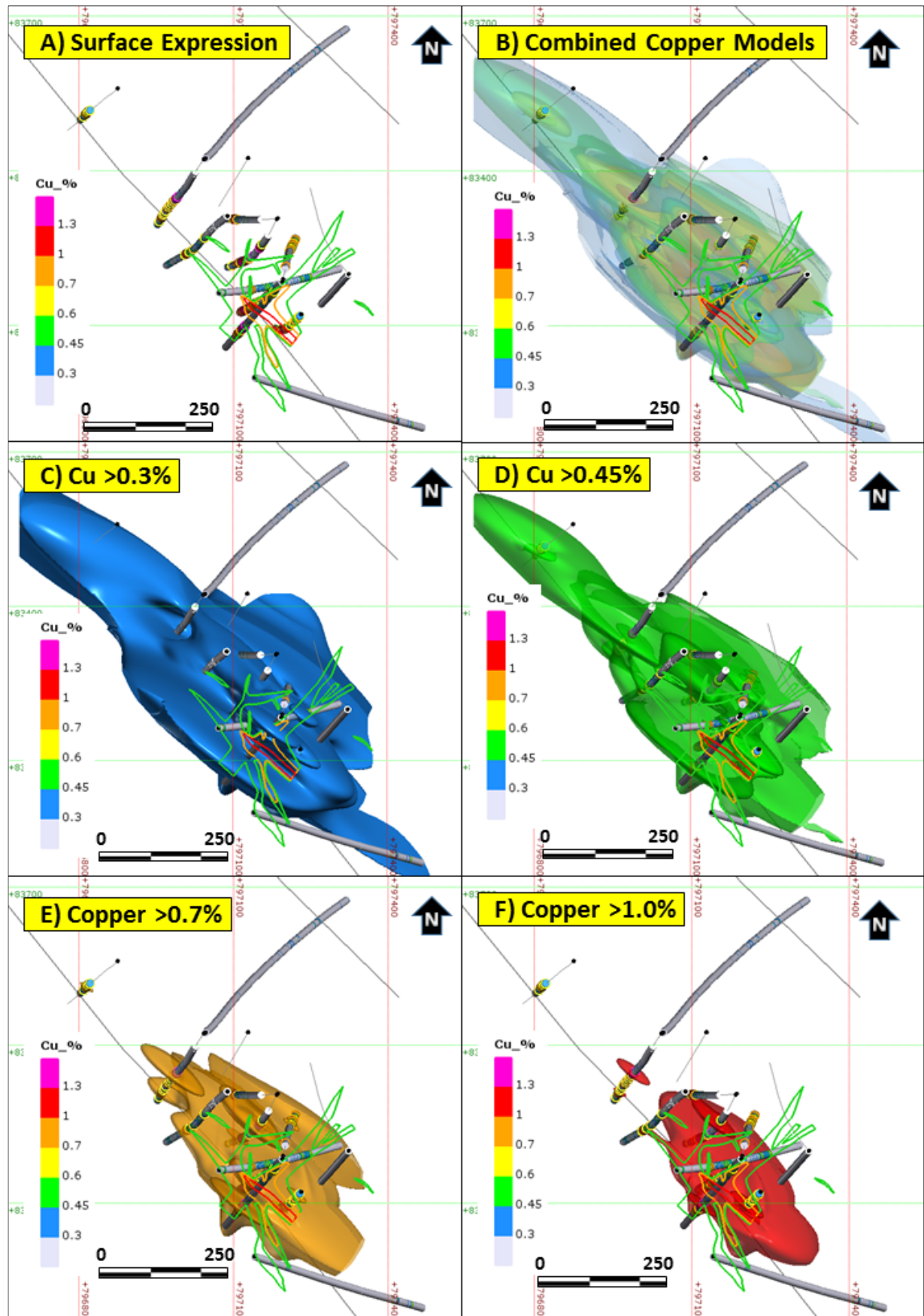


Figure 3: Preliminary copper modelling, showing abundance of B-type quartz veins on surface (A) and isosurfaces created at various copper cut-off grades (B to F).

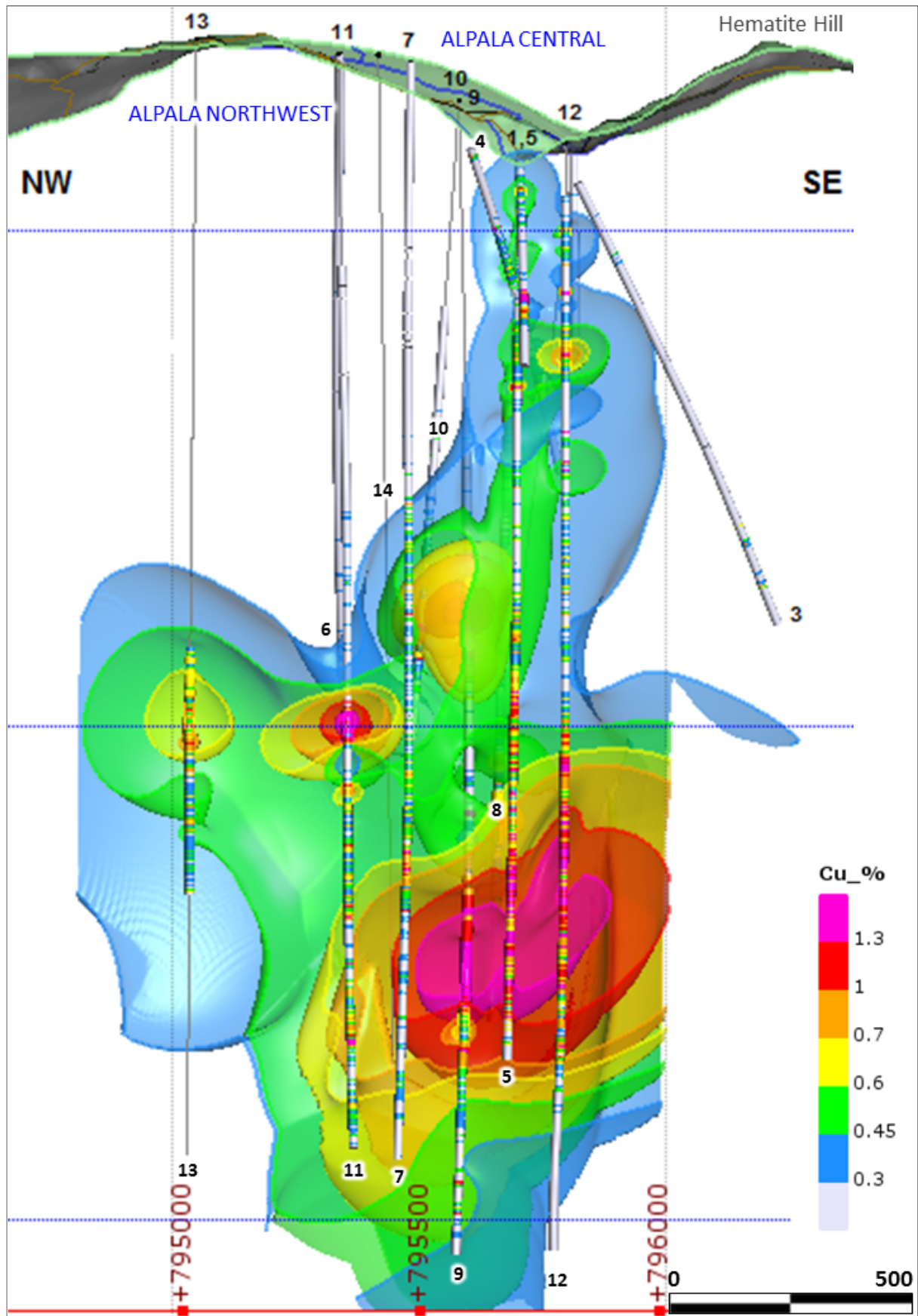


Figure 4: Northwest-southeast longitudinal section slice along the Alpala Structural Zone, showing the geometry of copper and gold mineralisation defined by 3D copper modelling.



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NOTES TO EDITORS

SolGold is a Brisbane, Australia based, AIM-listed (SOLG) copper gold exploration and development company with assets in Ecuador, the Solomon Islands and Australia. The Company's objective is to create substantial shareholder value by discovering and defining world-class copper-gold deposits. SolGold's Board and Management Team have high vested interests in the success of Company, holding approximately 14% of its issued share capital, as well as strong track records in the areas of exploration mine development, investment, finance and law. SolGold's experience is augmented by state of the art geophysical techniques and the guidance of Newmont trained porphyry expert Dr Steve Garwin.

Cascabel, the Company's world class flagship copper-gold porphyry project, is located in North West Ecuador on the under-explored northern section of the richly endowed Andean Copper Belt. SolGold owns 85% of Exploraciones Novomining S.A. ("ENSA") and approximately 11% of TSX-V-listed Cornerstone Capital Resources, which holds the remaining 15% of ENSA, the Ecuadorian registered company which holds 100% of the Cascabel concession.

To date the Company has completed geological mapping, soil sampling, 14km² and 9km² Induced Polarisation and Magnetotelluric "Orion" surveys at the Alpala and Aguinaga targets respectively. By October 2015, the Company had completed approximately 25km² of soil sampling and 14km² of electrical surveys, 21,000m of drilling and expended approximately US\$30m. Diamond drilling continues with two drilling rigs completing approximately 8000 metres per rig each per annum.

Cascabel is characterised by multiple targets, world class intersections rich in high grades of copper and gold, logistic advantages in location, elevation, water supply, proximity to road, port and power services and a progressive legislative approach to resource development.

SolGold is planning a resource statement at Alpala the most advanced target at Cascabel during 2016, in addition to drill testing the other key targets at Aguinaga, Tandayama America and Chinambicito in the Cascabel concession. By the end of 2016 the Company is planning further metallurgical testing, and completion of early stage mine and plant design and a scoping study for an economic development at Cascabel. SolGold is investigating both high tonnage / low grade open cut and high grade / low tonnage underground developments as a block caving operation.

In Queensland, Australia the Company is evaluating the future exploration plans for the Mt Perry, Rannes and Normanby projects. Joint venture agreements are still being investigated with the strategy for the joint venture partner to commit funds and carry out exploration to earn an interest in the tenements.



SolGold is based in Brisbane, Queensland, Australia. The Company listed on London's AIM Market in 2006, under the AIM code 'SOLG' and currently has a total of 822,716,605 ordinary shares allotted, 4,820,000 options exercisable at 50p, 7,280,000 options exercisable at 28p and 9,280,000 options exercisable at 14p. On 2 October 2015, SolGold issued two 12 month Convertible Notes for A\$1.25m and £500,000 each respectively, convertible at the greater of 1.75 p or 80% of volume weighted average price over the 5 days preceding the date of notification of conversion.

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