

15 January 2009

Company Announcements Office

ASX Limited

Gold Target Doubled to 4800m of Strike at Porters Mount NSW

The strike of the mineralised target zone at Capital's 100% owned Porters Mount gold-copper porphyry prospect in EL 6591 has been doubled to 4,800 metres as indicated by the results of a recently completed 80 line kilometre high-resolution ground magnetic and gravity survey.

Porters Mount is located between Grenfell and Forbes in the mineral-rich Lachlan Fold Belt province of central New South Wales which is host to Australia's largest cluster of porphyry gold-copper deposits at Cadia-Ridgeway (2.2 billion tonne total resource), Northparkes (153 million tonne total resource) and Cowal (E42 deposit - 129 million tonne resource).

Capital's prospect is 18 kilometres southeast of Barrack's Cowal gold mine and 10 kilometres east of Newcrest's Marsden porphyry copper prospect (190 Mt @ 0.35% copper resource).

At Porters Mount, very widely spaced drill intersections with gold-bearing mineralised breccias, epithermal vein breccias and silver-rich veins attest to the very large scale of development of the magmatic-hydrothermal system which has been preserved there.

A preliminary interpretation of the new data, which were collected from the undrilled northern half of the prospect, suggests that there are numerous prospective features worthy of follow up in the survey area. These include discrete magnetic and gravity highs (Ridgeway-type gold-copper deposit model), coincident magnetic and gravity lows (Northparkes-type copper-gold deposit model) and stratabound magnetic linears (skarn/replacement-type gold-copper deposit model).

Integration of the new geophysical data with historic information is in progress. Computer modelling and interpretation of the datasets to design a drill testing programme and to establish priorities for further evaluation of this outstanding prospect is planned. Exploration is continuing and it is anticipated that drilling will commence in the coming months as plans are finalised.

For further information please contact:

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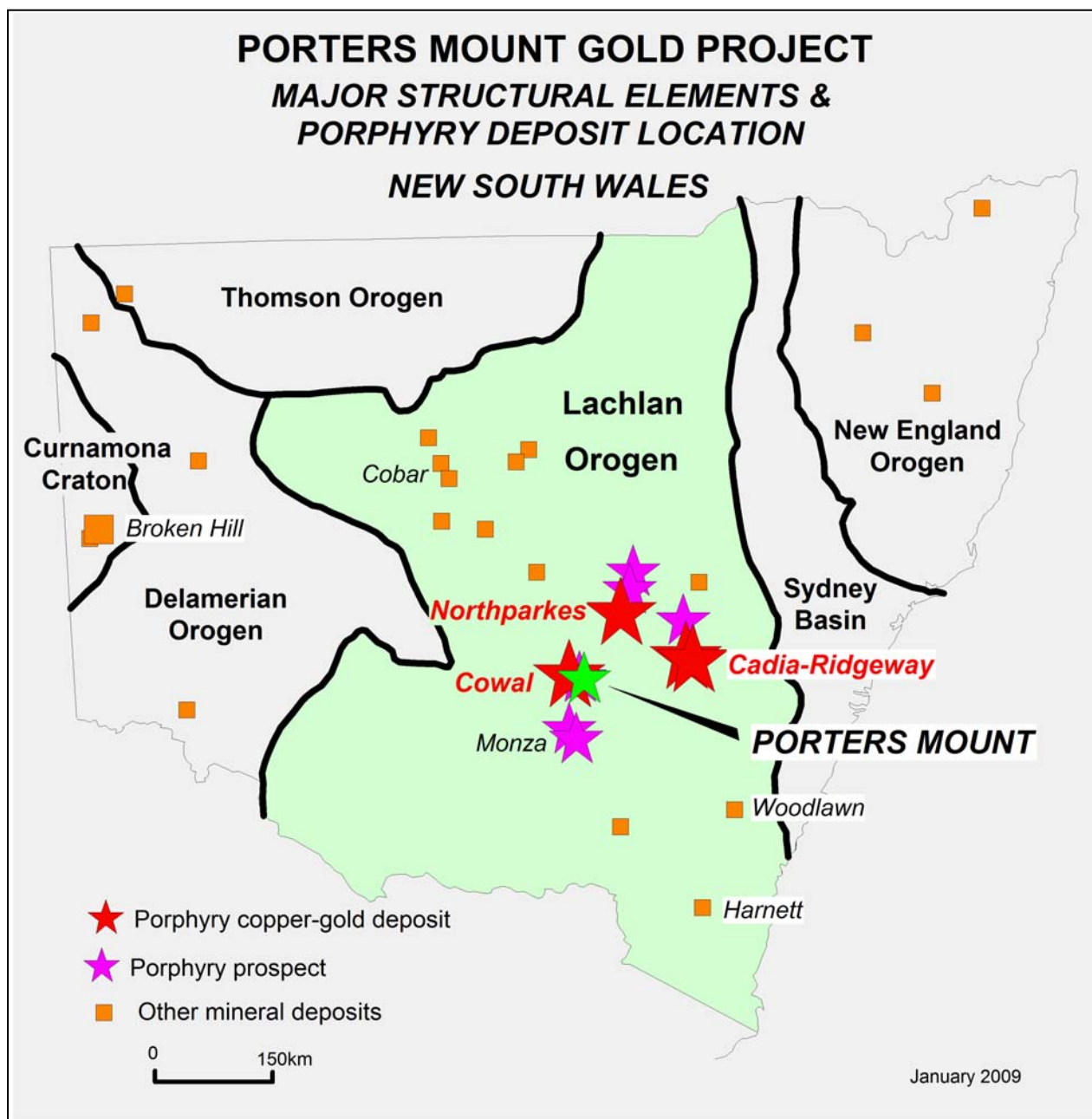
Mr Chris Ablett
Executive Director

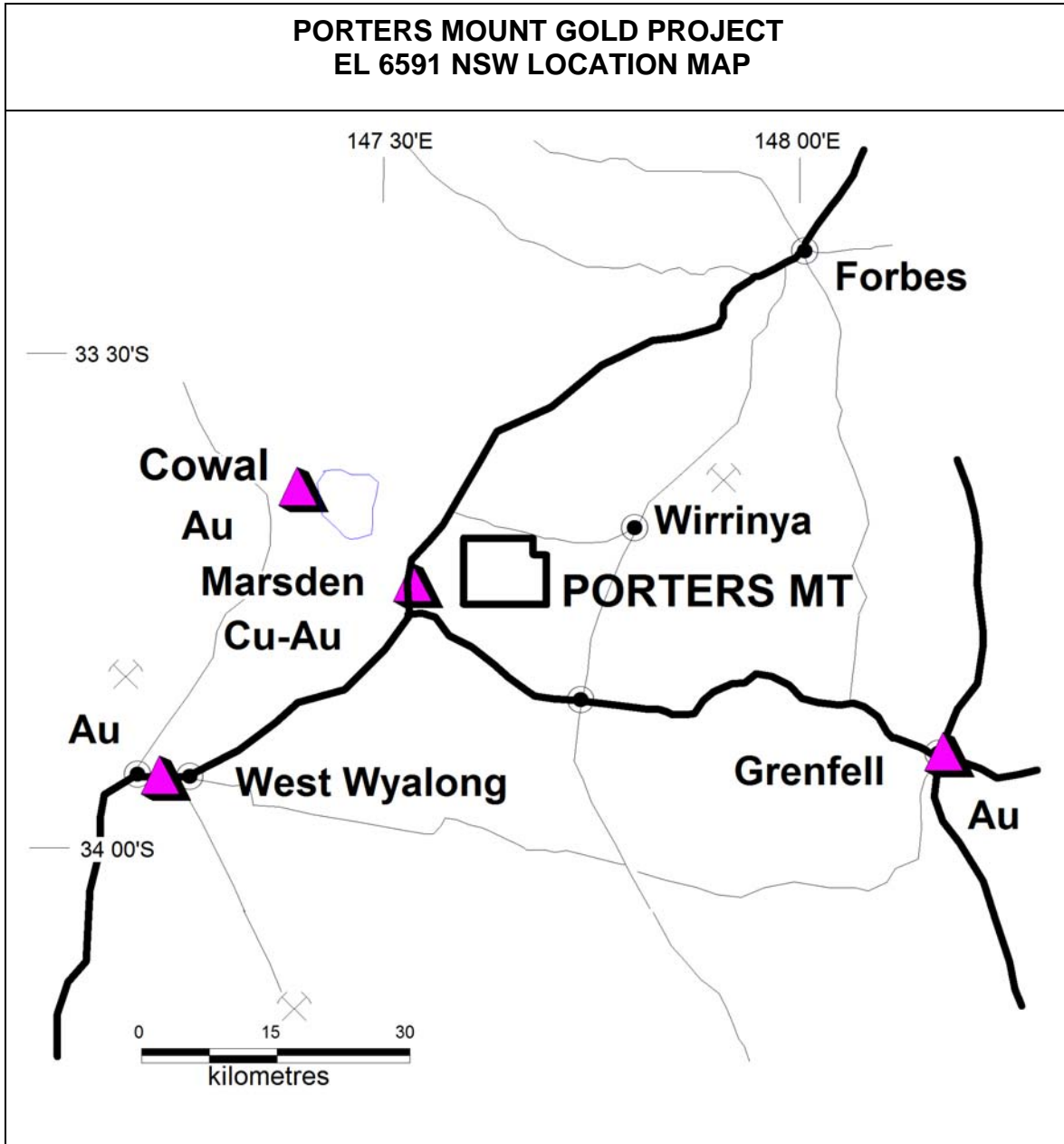
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The information in the report to which this statement is attached that relates to Exploration Results and Mineral Resources is based on information compiled by Richard Hine who is a Member of the Australasian Institute of Mining and Metallurgy. Richard Hine is a Director of the Company and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Richard Hine consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.