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sinogold

SINO GOLD MINING LIMITED

澳華黃金有限公司*

(incorporated in the New South Wales, Australia with limited liability)

(STOCK CODE: ASX: SGX, SEHK: 1862)

(a company incorporated in New South Wales, Australia with limited liability under the Australian Corporations Act 2001 (Commonwealth of Australia))

14 April 2008

JINFENG RESOURCE INCREASED TO OVER 5 MILLION OUNCES

Sino Gold Mining Limited (ASX:SGX, HKSE:1862) is pleased to announce that:

- the updated Jinfeng Mineral Resource is estimated to be **35.9 million tonnes at 4.5 g/t gold, containing 5.3 million ounces**, including Measured and Indicated Resources of 30.5 million tonnes at 4.7g/t gold, containing 4.6 million ounces; and
- The updated Jinfeng Ore Reserve is estimated to be **20.7 million tonnes at 5.2 g/t gold, containing 3.5 million ounces**.

Full details are set out in the attached announcement.

By Order of the Board

SINO GOLD MINING LIMITED

James Edward Askew
Chairman

As at the date of this announcement, the directors of Sino Gold Mining Limited are:

Executive directors:

Mr. Jacob Klein

Mr. Hanjing Xu

Non-executive directors:

Mr. James William D'Altera Dowsley

Independent non-executive directors:

Mr. James Edward Askew

Mr. Peter William Cassidy

Mr. Brian Henry Davidson

Mr. Peter John Housden

** for identification purposes only*



14 April 2008

JINFENG RESOURCE INCREASED TO OVER 5 MILLION OUNCES

Highlights

- The updated Jinfeng Mineral Resource is estimated to be **35.9 million tonnes at 4.5 g/t gold, containing 5.3 million ounces**, including Measured and Indicated Resources of 30.5 million tonnes at 4.7g/t gold, containing 4.6 million ounces.
- The updated Jinfeng Ore Reserve is estimated to be **20.7 million tonnes at 5.2 g/t gold, containing 3.5 million ounces**.
- These new estimates represent increase of approximately 718,000 ounces (16%) in resources and 361,000 ounces (11%) in reserves over the 2007 estimates.
- Open pit reserves are more than one million ounces.
- Mineralisation at Jinfeng remains open down plunge.

Commenting on the increase, Sino Gold Chief Executive Officer Jake Klein said:

“These increases demonstrate again that Jinfeng is a world-class, high-grade orebody. With resources of more than 5 million ounces and reserves of 3.5 million ounces, Jinfeng will certainly be a long-life, low-cost operation.

“The new open-pit reserve provides additional tonnes that will extend the life of the open pit and provide valuable operational flexibility.

“Jinfeng is already one of the largest gold mines in China and provides Sino Gold with a strong platform to rapidly grow its gold production in the world’s largest gold producing country.”

Mineral Resource Estimate

The updated Mineral Resource estimate for the Jinfeng gold deposit **totals 35.9 million tonnes at 4.5g/t gold, containing 5.3 million ounces**. The Measured and Indicated Resource comprises 85% of the total resource.

Resource Category	April 2008			Ounces Change	April 2007		
	Tonnes (millions)	Grade (g/t Au)	Ounces ('000)		Tonnes (millions)	Grade (g/t Au)	Ounces ('000)
Measured	19.4	4.8	2,982	+14%	15.4	5.3	2,617
Indicated	11.1	4.5	1,595	+22%	8.6	4.7	1,305
Subtotal M+I	30.5	4.7	4,577	+17%	24.0	5.1	3,922
Inferred	5.4	3.9	676	-2%	4.6	4.7	692
Total	35.9	4.5	5,253	+16%*	28.6	5.0	4,614

Note: April 2008 Measured Resource includes stockpile of 314,377 tonnes at 4.0g/t gold, containing 40,693 ounces.

** Takes into account depletion of 79,000 ounces during 2007.*

The April 2008 estimate represents an **increase of approximately 718,000 ounces (16%) over the April 2007 resource estimate of 4.6 million ounces**. This is comprised of an increase of 7.4 million tonnes, partially offset by a 0.5g/t decrease in average grade.

Based on open-pit mining experience achieved at Jinfeng over the past year, a more conservative approach has been taken in the operation's capacity to mine ore blocks in the open pit. The current model includes more dilution and additional low-grade ore blocks, resulting in more tonnes at a lower grade in the open-pit resource. This has been effected this year by using a larger "selective mining unit" (SMU) as the basis for estimating "recoverable resources".

The above estimates are of "recoverable resources", which are those portions of in-situ resources that are expected to be recovered during mining, and thus include a component of dilution.

Recent diamond drilling of the Jinfeng deposit continued to confirm the deep high-grade zone plunging east-southeast remains open. This updated resources estimate incorporates an additional 53 surface diamond drill holes (including wedge holes) totaling 30,132 metres, which have been drilled since the April 2007 resources estimate.

Both of the above estimates are based on:

- a cut-off grade of 1.0g/t gold for the resource above 400m RL, which is potentially mineable by open-pit methods; and
- a cut-off grade of 2.0g/t gold for the resource below 400m RL, which is potentially mineable by underground mining methods.

The April 2008 Mineral Resource is comprised of the following two estimates:

Resource Category	Resource Above 400m RL (at 1.0g/t cut-off grade)			Resource Below 400m RL (at 2.0g/t cut-off grade)		
	Tonnes (millions)	Grade (g/t Au)	Ounces (‘000)	Tonnes (millions)	Grade (g/t Au)	Ounces (‘000)
Measured	11.5	4.1	1,526	7.9	5.7	1,456
Indicated	4.1	2.7	359	7.1	5.5	1,237
Subtotal M+I	15.6	3.8	1,884	14.9	5.6	2,693
Inferred	2.3	2.1	158	3.1	5.2	518
Total	17.8	3.6	2,042	18.1	5.5	3,212

Based on data and interpretations prepared by the Sino Gold team, the following independent consultants estimated the above resources:

- Mr Mario Rossi of GeoSystems International estimated the resource above 400m RL using the Multiple Indicator Kriging ("MIK") method; and
- Mr Daniel Guibal of SRK Consulting estimated the resource below 400m RL using the Conditional Simulation method.

The MIK method was used for this estimate above 400m RL (previously Uniform Conditioning method) as it provides a model more suitable for detailed open-pit planning purposes.

Ore Reserve Estimate

The updated Ore Reserve estimate for the Jinfeng gold deposit **totals 20.7 million tonnes at 5.2 g/t gold, containing 3.5 million ounces.**

Ore Reserve Category	April 2008			Change In Ozs	May 2007		
	Tonnes (millions)	Grade (g/t Au)	Ounces ('000)		Tonnes (millions)	Grade (g/t Au)	Ounces ('000)
Proved	14.6	5.1	2,413	+9%	12.0	5.8	2,218
Probable	6.1	5.5	1,079	+9%	5.6	5.5	992
Total	20.7	5.2	3,492	+11%*	17.6	5.7	3,210

* Takes into account depletion of 79,000 ounces during 2007.

Proved Reserves comprise approximately 70% of the total Ore Reserve. Approximately two-thirds of Measured and Indicated Resources have been converted to Ore Reserves.

The planned **underground mine contains an estimated 2.4 million ounces** of Ore Reserves, with the remaining **1.1 million ounces contained in the planned open pit and ore stockpiles.**

The April 2008 Ore Reserve is comprised of the following two estimates:

	Category	Tonnes '000	Grade g/t Au	Gold '000oz
Stockpile	Proved	0.3	4.0	41
Open Pit (1.5g/t Au c/o)	Proved	6.6	4.5	947
	Probable	0.8	3.4	88
	Total OP + Stockpile	7.7	4.4	1,076
Underground (2.9g/t Au c/o)	Proved	7.7	5.7	1,425
	Probable	5.3	5.8	991
	Total UG	13.1	5.8	2,416
Total Ore Reserve	Proved	14.6	5.1	2,413
	Probable	6.1	5.5	1,079
	Total Jinfeng	20.7	5.2	3,492

The above Ore Reserves include estimates for the main Huangchanggou area and the Rongban area. The higher-grade Huangchanggou open pit will be mined first.

This new estimate represents **a 361,000 ounce (11%) increase in contained gold** over the May 2007 Ore Reserve estimate of 3.2 million ounces. The table below summarises the variances between the April 2008 estimate and the May 2007 estimate.

	Tonnes (millions)	Grade (g/t Au)	Ounces ('000)
Open Pit Ore Reserve	1.6	-0.7	77
Underground Ore Reserve	1.5	-0.2	205
Depletion to 31 Dec 2007	0.4		79
Total Ore Reserve	3.5	0.5	361

The increased ounces are due to an increase of 3.1 million tonnes of ore, partially offset by a 0.5g/t decrease in average grade. The grade decrease is largely due to the open-pit reserve grade decreasing by 0.7g/t gold while the underground portion of the reserve has decreased by 0.2g/t gold.

Under current mine plans, ore is to be sourced concurrently from the open pit and underground mine from late 2008, allowing blending of ore.

Key overall parameters for this Ore Reserve estimate are:

- Gold price of US\$650 per ounce;
- Overall gold recovery of 85%; and
- Current estimates of operating costs.

Key parameters for the planned open pit are a strip ratio of 11.3, total ore loss of 3% (0% previously), mining dilution of 5% (same previously) and a base of the open pit at 405m RL. The strip ratio has reduced to 11.3 (14.9 previously), primarily due to a larger planned pit including more low-grade ore.

Key parameters for the planned underground operation are mechanized cut-and-fill mining methods, total ore loss of 17.2% (11.9% previously) and total dilution of 15.6% (13.5% previously). Underground ore loss and dilution parameters are planned to be refined following commencement of trial ore stoping in the second half of 2008.

The reserve and resource estimate methodology, including a summary of relevant assessment and reporting criteria is available in the Reserves and Resources section of www.sinogold.com.au.

Competent Persons

The following individuals take responsibility for the following information in this document:

- Mr Phillip Uttley (FAusIMM) takes responsibility for the Mineral Resource estimates and is a full-time employee of Sino Gold in the capacity of Chief Geologist. He is a geologist with more than 27 years relevant experience in exploration and evaluation of gold deposits, including the exploration for and estimation of resources of structurally controlled-gold deposits and replacement-style gold deposits.
- Mr Weifeng Li (MAusIMM) takes responsibility for the information relating to the open pit Ore Reserve estimate. He is a Principle Mining Consultant of West Swan Pty Ltd and is an open-pit mining engineer with over 20 years experience in the mining industry.
- Dr John Chen (MAusIMM) takes responsibility for the underground portion of the Ore Reserve estimate and is a full-time employee of Sino Gold in the capacity of Manager – Mining, Technical Services. He is a mining engineer with more than 20 years experience in the mining industry in Australia and China.

These Mineral Resources and Ore Reserves are presented in accordance with the 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (“JORC Code”), which is equivalent under the corresponding categories of mineral reserves and mineral resources to Canada’s National Instrument 43-101 – Standards for Disclosure for Mineral Projects (“NI43-101”) and CIM Standards.

Each of the above individuals:

- have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration;
- are Competent Persons as defined in the JORC Code and “qualified persons” under NI43-101; and
- consents to the publication of this information in the form and context in which it appears.

For further information regarding Sino Gold please contact:

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Cautionary Statement on Forward Looking Information

Certain statements contained in this news release constitute forward-looking information within the meaning of securities laws. The words "expect", "will", "intend", "estimate" and similar expressions identify forward-looking statements. Forward-looking statements are necessarily based upon a number of estimates and assumptions that, while considered reasonable by management of Sino Gold are inherently subject to significant business, economic and competitive uncertainties and contingencies. Sino Gold cautions the reader that such forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause the actual financial results, performance or achievements of Sino Gold to be materially different from their respective estimated future results, performance or achievements expressed or implied by those forward-looking statements and the forward-looking statements are not guarantees of future performance. These risks, uncertainties and other factors include, but are not limited to: changes in the worldwide price of gold or certain other commodities (such as fuel and electricity) and other currencies; changes in U.S. dollar interest rates or gold lease rates; risks arising from holding derivative instruments; legislative, political or economic developments in the jurisdictions in which Sino Gold carries on business; operating or technical difficulties in connection with mining or development activities; employee relations; availability and increasing costs associated with mining inputs and labour; the speculative nature of exploration and development, including the risks of diminishing quantities or grades of reserves, adverse changes in our credit rating, contests over title to properties, particularly title to undeveloped properties; and the risks involved in the exploration, development and mining business. These factors are discussed in greater detail in statutory releases filed with the applicable securities regulatory authorities.