Southern Cross Exploration N.L.

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e-lodgement

FOR PUBLIC RELEASE

Manager - Company Announcements
Australian Securities Exchange
20 Bridge Street
Sydney NSW 2000

Dear Madam

Re Batangas Gold Project - Philippines

Southern Cross Exploration N L (SXX) advises that the company has extended the conditional agreement with the owners of the Batangas gold property in the Philippines, in order to complete the granting of an Mineral Production and Sharing Agreement (MPSA) and an Exploration Licence (E.L.).

There have been some delays in the processing of the applications for the MPSA, however, we are informed that completion of documentation is imminent.

Upon completion of due diligence and granting of the titles, SXX will become Operator and will have an initial interest in the project areas, with the right to earn up to 100% in several tranches by way of exploration expenditure. Other entities may be invited to participate in the exploration and development of the areas on a joint venture basis.

The Batangas property covers an area of approximately 3,300 ha. It has been the site of sporadic gold mining activity since the 19th century and in the 1980's there was a gold rush to the area by artisanal miners.

Previous explorers have mapped and sampled the area in varying detail some years ago, when the gold price was about $300. So far, a total of eleven veins in five vein systems are reported within altered andesitic host rocks. Veins appear to exhibit good continuity over 1,000m and more of strike length and with consistent widths. The American Vein averages 5m in width, others range 0.30m to1.0m and reported grades are between 3g/t and 10g/t Au. The Ulanin breccia stock-work in the eastern part is approximately 125m wide with a strike length exceeding 1,000m; trench samples reportedly range up to 6g/t Au over 8 metres.

The Batangas gold exploration project by virtue of its geological setting, already identified gold-bearing quartz veins and breccias and former workings demonstrates excellent geological potential for quartz vein-hosted gold deposits of typical epithermal character.

The Taysan porphyry copper-gold deposit lies 6 km to the northeast of the Batangas Project. In April 2011 Crazy Horse Resources Inc. (TSXV: CZH) reported an Inferred Mineral Resource Estimate for this deposit of 944 Mt @ 0.23%Cu and 0.11g/t Au for a contained 4,720 Mlb Cu and 3.3 M oz Au using a 0.10% copper cut.off. A preliminary economic assessment estimates the Taysan Project to produce 3,100 Mlb Cu and 1.5 M oz Au over a 24 year mine life. Geologically, the mineralisation of the Batangas epithermal gold province is likely to have been associated with emplacement of the Taysan porphyry intrusions.

Significantly, the Batangas Gold property has never been drilled and it is considered to offer a major gold exploration opportunity. Subject to confirmatory mapping and sampling, it is likely that the Ulanin breccia stock-work and the American Vein area could provide early drilling targets with potential for developing open pit mining resources.

For and on behalf of

Southern Cross Exploration N L

B Ganke
Chairman

COMPETENT PERSON STATEMENT

The information herein that relates to Exploration Results is based on information compiled by Robert (Bob) Adamson B.Sc , M.Sc.(Hons Geol), MAusMM, CP(Geo). Mr Adamson (a director of Southern Cross Exploration N L) is the principal of Robert G Adamson Consultants which provides certain consultancy services to Southern Cross Exploration N.L. Mr Adamson has more than five years experience which is relevant to the style of mineralisation and type of deposit being reported and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves (the JORC Code).This public report is issued with the prior written consent of the Competent Person as to the form and context in which it appears.

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