בס"ד

AUSTRALIAN GOLD INVESTMENTS LIMITED

ABN 18 124 873 507

Level 34, 50 Bridge Street, Sydney NSW 2000
PO Box 114 Bondi, NSW 2026
Email: info@agil.com.au

Telephone: +61 2 8216 0777
Facsimile: +61 2 8216 0788
Web: www.agil.com.au

31 January 2011 26 Shvat 5771

AGV SELLS BROADS DAM GOLD ASSETS TO PHOENIX GOLD LIMITED

- AGV has reached agreement with Phoenix Gold Limited, to sell its Broads Dam Gold Project for 10 million Phoenix shares, $500,000 cash and a $10/oz production royalty
- AGV will own approximately 11.24% of the issued shares in Phoenix Gold Limited

Australian Gold Investments Ltd (to be renamed Queensland Bauxite Limited) ("AGV" or the "Company") is pleased to announce the Company has signed a Letter of Agreement with ASX-listed Phoenix Gold Limited ("PXG" or "Phoenix") to purchase a 100% interest in AGV's Broads Dam Gold Project.

The Broads Dam Gold Project is located in the heart of the rich Eastern Goldfields Province of the Yilgarn Craton in Western Australia. Phoenix has rights to prospective gold tenements in the Broads Dam Project vicinity. The Broads Dam Gold Project owned by AGV includes 14 Prospecting License numbered P16/2375 to P16/2388 (inclusive). The intention of this deal is to consolidate the Broads Dam interests into one large project to be developed by Phoenix.

AGV has agreed to sell the Broads Dam Gold Project for the following consideration:

- Non-refundable deposit on signing formal agreement $100,000
- Cash payable at settlement $400,000
- 10 million Phoenix fully paid ordinary shares
- A $10/oz production royalty on gold mined from the Broads Dam Gold Project

Phoenix has also agreed to replace the environmental bonds in respect of the tenements contained in the Broad Dams Gold Project immediately following settlement. The royalty is a project royalty and to also include production on associated Broads Dam tenements owned by Phoenix.

Depending on a number of conditions, AGV and Phoenix expect to be in a position to sign a formal Sale Agreement by the end of February 2011. Settlement is subject to any AGV or Phoenix shareholder approvals that may be required by law and any governmental or other regulatory approvals that may be required.

Commenting on the sale of the Broads Dam Gold Project, AGV's Executive Chairperson, Pnina Feldman, said "AGV is pleased to have reached this agreement to sell the Broads Dam Gold Project. Post completion, AGV will continue to maintain exposure to these strong assets through AGV's significant shareholding in Phoenix Gold, and we trust Phoenix will deliver significant shareholder wealth."