



BLACKGOLD INTERNATIONAL HOLDINGS LIMITED

ACN 145 095 478
(ASX CODE: BGG)

6 June 2011

The Manager
Company Announcements Office
Australian Securities Exchange Limited

BGG ANNOUNCES RENEWAL OF THE HEIWAN MINING LEASE

Blackgold International Holdings Limited (ASX: **BGG**) (the “**Company**”) is pleased to announce that the Heiwan mining lease has been renewed. This mining lease has been extended to 23 May 2014.

The 3.25km² permit for Heiwan Mine is located 27km north-east of the Fengjie town centre at an elevation of 1,120m. Trucking distance to the Fengjie Jinpeng coal dock on the Yangtze River is 35km. Access from Fengjie town centre is via bitumen country road eastwards through Yong’An.

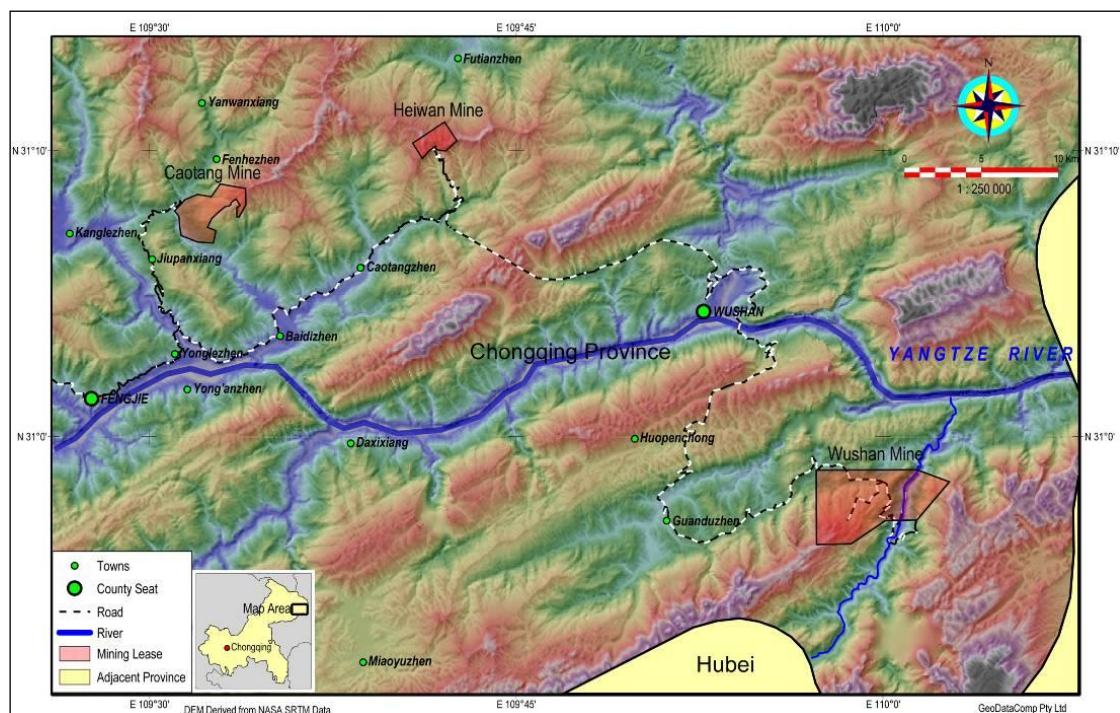


Figure 1 – Mine Location Map

For further information, please visit our website at www.blackgoldglobal.net.



About Blackgold

Blackgold International Holdings Limited (ASX Code: BGG) is a Chongqing, China based producer of high value thermal coal predominantly sold for industrial power generation to power plant customers in Shanghai.

Blackgold listed on ASX on 22 February 2011 after closing its Initial Private Offering oversubscribed. Blackgold intends to continue to increase its coal production through internal growth and via acquisition to become a significant producer of high value thermal coal.

Blackgold currently operates two existing underground thermal coal mines, the Caotang Mine and the Heiwan Mine in the Fengjie Country, Chingqing City in the Peoples Republic of China. Blackgold has recently acquired a third and substantial mine called Wushan located near the existing two mines and approximately 8km from the Yangtze River.