

Suite 4, Level 2
7 Havelock Street
West Perth
Western Australia 6005



PO Box 846
Bowral
New South Wales 2576

Tel: 61 8 9486 4511
Fax: 61 8 9486 4944

ABN: 48 008 031 034

VIA: WWW.ASX.ONLINE.COM

30 October 2009

The Manager
Company Announcements
Australian Stock Exchange Limited
Level 10, 20 Bond Street
SYDNEY NSW 2000

SUBJECT: QUARTERLY REPORT AND APPENDIX 5B FOR SEPTEMBER QUARTER 2009

LAS LAGUNAS GOLD TAILINGS PROJECT – DOMINICAN REPUBLIC

Engineering

Engineering design for the Project by Lycopodium Minerals in Brisbane continued. The Structural Steel & Platework design package was completed and put out to tender, with bids currently being evaluated. The remaining design packages will be completed in the first half of the next quarter.

The Company has revisited all the existing vendor quotations and as expected, has managed to secure price reductions on many mechanical items, which reflects the fall in world commodity prices and the reduced demand for goods as a result of the global financial crisis.

Construction

Site infrastructure in the form of administration offices, ablutions, laboratory, entry guardhouse and workshop commenced during the quarter and all outstanding drainage control works for the plant site were completed.

The civil concrete contract has been signed with a local contractor IRISA, who will mobilise to site beginning of November 2009, commence excavation and formwork ahead of the first concrete pour at the beginning of December 2009.

Structural steel and tankage bids have been received from both overseas and local contractors post the reporting period and are currently being evaluated.

The ball mill, currently housed in Western Australia, is being packaged for transportation and is scheduled to arrive on site early February 2010.



Administration buildings with Workshop foundations in foreground

Project Finance

During the quarter and in the month following, EnviroGold raised an additional \$4 million of capital through share issues which will be applied to the Group's commitment to a US\$30 million equity contribution to the project.

The Company now intends to accept an offer to purchase a 3% gold royalty for US\$7.5 million, eliminating the need to sell down a 25% interest in the project.

EnviroGold will now have an effective 92.5% interest in the project.

Project funding will be through a US\$35 million facility to be provided by Macquarie Bank Limited, a short term US\$5 million loan from a Dominican Bank, and the US\$7.5 million advance on the gold royalty.

Personnel

Mr Jean Pierre (JP) Leblanc has been appointed as Construction Manager for the project, and will commence in November 2009. Mr Leblanc is a mechanical engineer with significant international experience, and was the Construction Manager for the Cerro de Maimon copper gold project in the Dominican Republic, located within 10km of the Las Lagunas Project.

Mr Leblanc has been involved with the review of contracts and implementation plans for the Las Lagunas Project on a consulting basis ahead of his commencement.

Other Opportunities

Peru – Trujillo Gold Mining Project

The Trujillo gold mining project in northern Peru has previously been suspended pending construction commencement of the Las Lagunas project in the Dominican Republic.

Venezuela – El Callao Gold Tailings Project

Company executives met with senior Venezuelan government officials from the Ministry of Heavy Industry and Mining, and Government owned mining company CVG Minerven.

The outcome of the discussions is that EnviroGold will commence sampling and metallurgical testwork of substantial refractory gold tailings deposits as well as sulphidic ore in three of Minerven's operating mines at El Callao in Bolivar Province, to determine the suitability of the Albion process technology for the extraction of gold and silver.

The concept for the El Callao project is for Minerven to construct a new dam with an initial capacity of 10mt to receive tailings from a 100,000 oz Au per year Albion plant, which would be fed with existing tailings at the rate of 1500 tpd together with refractory ore blended at 1000 tpd.

Minerven has advised they have sufficient refractory ore grading in excess of 10g/t, to establish a plant life of over 20 years at the planned production rate. The mining company does not have the installed technology to efficiently process their refractory ore.

Tailings going to the new dam from either mined refractory ore or recovered existing tailings will have toxic sulphides, arsenic and other impurities rendered inert in the form of insoluble ferric sulphates and arsenates by the application of the Albion process. The old dams will be progressively emptied and acid mine drainage stopped, with the dams then available for re-use.

Following the testwork at Xstrata Technology's Albion pilot plant in Brisbane, and prefeasibility level financial modelling, EnviroGold and Minerven will negotiate the commercial terms of a 50:50 joint venture to be managed by EnviroGold.

The El Callao joint venture will undertake the recovery of existing tailings by low cost dredging, and Minerven will supply refractory ore to the joint venture at a price indexed to gold content. EnviroGold will not engage in mining operations for the El Callao project.

It is anticipated the capital costs for the process plant on a per oz Au production basis will be substantially lower than EnviroGold's Las Lagunas project in the Dominican Republic due to the higher grade of concentrate feed which will require reduced milling and tankage capacity for a similar gold production.

Operating costs will also be substantially lower with the 15 Megawatt power requirement for grinding and oxygen production being at rates in Venezuela approximately 25% of the rates applicable in the Dominican Republic.

It is planned to progressively advance sampling, metallurgical testwork, feasibility studies and front end engineering design in order to be able to make a development decision by the end of 2010 which, if positive, would result in commissioning the El Callao project in early 2012, twelve months after the Dominican project.

Ecuador – Azuay Gold Project

The Company has entered into agreements to purchase two mining concessions in South Western Ecuador, as reported in the ASX announcement dated 15 September 2009.

A new holding company, EnviroGold (Azua) SA ("EVGA"), has been registered in Ecuador and will issue US\$1.5 million of EVGA shares to the Grimintor S.A, the vendor of the first property, and US\$2.0 million of EVGA shares to Empresa Minera Papercorp SA, the vendor of the second property, as consideration for the purchase of the leases. EnviroGold can progressively subscribe US\$6.5 million of equity to EVGA at its option over a three year period to earn up to a 65% interest in the company and the two leases.

The funds subscribed to EVGA will be expended on further acquisitions, exploration, resource definition, mine planning, environmental and other permitting, and engineering. EnviroGold will manage the Azua project.

The concessions contain existing mining operations that EVGA plans to develop into a modern operation that will involve the mining of high grade ore from multiple headings, with crushing and grinding occurring at the mine site, and the resulting slurry piped to a process plant approximately 10km from the mine in a location with more favourable topography, already pre approved by the environmental authorities for the purpose.

An investigation of the two concessions potential was carried out during the period by Canadian consultants based in Ecuador, the results of which were announced post the reporting period, which concluded that the mining target for the two concessions is between 3.0 million and 4.0 million tonnes grading in excess of 10g/t Au, which indicates a potential target resource in excess of 1 million oz Au. (Refer ASX announcement 21 October 2009)



Channel sampling of Pinglio tunnels

Stockpile and channel sampling in the tunnels by the consultants returned assay results as high as 434g/t Au, with the assays and intersections contained in the tables below. The Au grade in the channel samples in the far column have been diluted to a practical mining width of 1.5 metres to indicate potential mined grades.

TABLE 1: RESULTS OF PINGLIO CONCESSION SAMPLING

Location	Sample #	Width (m)	Dip	Dip Direc.	Description	Au ppm	As ppm	Au gpt / Width	Au gpt / 1.5 m
Pinglio – Stock Pile	BW0826-01	N/A	N/A	N/A	Grab Sample off the Stockpile	78.20	9620	N/A	N/A
Pinglio – Stock Pile	BW0826-02	N/A	N/A	N/A	High grade Vein Sample from Stockpile	10.70	8120	N/A	N/A
Pinglio – Stock Pile	AC2609-02	Grab	N/A	N/A	Grab sample off the Stockpile	36.40	8800	N/A	N/A
Pinglio – S y S Tunnel	BW0826-03	0.40	-35	355	HW – Breccia	0.11	237	10.10 / 1.20 m	8.08
Pinglio – S y S Tunnel	BW0826-04	0.40	-35	355	Vein and gouge	27.70	9120		
Pinglio – S y S Tunnel	BW0826-05	0.40	-35	355	FW – Breccia	2.49	369		
Pinglio – S y S Tunnel	BW0826-06	0.80	-25	180	Vein and gouge/Stockwork	0.10	317	0.10 / 0.80 m	0.05
Pinglio – S y S Stock Pile	BW0826-07	N/A	N/A	N/A	SYS Stockpile, gouge with qtz shards	13.30	>10000	N/A	N/A
Pinglio – Advance Line Tun.	BW0827-01	0.20	-10	65	Gouge with qtz banding	6.06	9020	6.06 / 0.20 m	0.81
Pinglio – Advance Line Tun.	BW0827-02	0.20	-10	30	Vein qtz with shear, and gouge	50.90	>10000	50.9 / 0.20 m	6.79
Pinglio – Advance Line Tun.	BW0827-03	0.27	-10	32	Gouge, vein, banded qtz	223.00	>10000	223.0 / 0.27 m	40.14
Pinglio – Advance Line Tun	BW0827-04	0.20	-16	30	Banded Qtz with V.G + asp	434.00	>10000	434.0 / 0.20 m	57.87
Pinglio – Ponderosa Tunnel	BW0827-05	0.32	-24	135	Banded qtz vein within gouge	17.00	>10000	17.00 / 0.32 m	3.63
Pinglio – Ponderosa Tunnel	BW0827-06	0.65	-20	90	Oxidized, band qtz vein652908	5.21	6250	5.21 / 0.65 m	2.26
Pinglio – Ponderosa Tunnel	BW0827-07	0.80	-20	105	Vein with alt breccia selvages	8.65	>10000	8.65 / 0.80 m	4.61
Pinglio – Ponderosa Tunnel	BW0827-08	0.45	-36	110	Banded qtz vein, oxidized	47.00	>10000	47.0 / 0.45 m	14.10
Pinglio – Ponderosa Tunnel	BW0827-09	0.60	-11	130	Gouge / alt breccias	0.75	1720	22.01 / 1.00 m	14.67
Pinglio – Ponderosa Tunnel	BW0827-10	0.40	-11	130	Banded vein oxidized	53.90	6910		
Pinglio - Road Cut	AC2609-01	Grab	N/A	N/A	Highly Altered, Stockwork fracturers, breccias	<0.05	75	N/A	N/A
Pinglio - Road Cut	AC2609-03	Grab	N/A	N/A	Stockwork, argillic alt. qtz veinlet, 1% pyrite	0.32	2410	N/A	N/A
Pinglio - Road Cut	AC2609-07	Grab	N/A	N/A	Brecciated porphyry with chalcedonic quartz frags	<0.05	42	N/A	N/A
Pinglio - Surface Vein 1	AC2609-08	0.40	-47	252	Banaded Qtz vein in shear	0.21	95	0.21 / 0.40 m	0.06
Pinglio - Surface Vein 2	AC2609-09	0.60	-18	122	Banaded Qtz vein in shear	1.43	1650	1.43 / 0.60 m	0.57

TABLE 2: RESULTS OF PAPERCORP CONCESSION SAMPLING

Location	Sample #	Width (m)	Dip	Dip Direc.	Description	Au ppm	As ppm	Au gpt / Width	Au gpt / 1.5 m
Papercorp – Surface	BW0828-01	0.45	-20	230	Qtz rubble, oxidized	3.01	252	3.01 / 0.45 m	0.90
Papercorp – Jesus Tunnel	BW0828-02	0.70	-30	30	Massive vein, oxides vein 1% sulphides	7.07	646	7.07 / 0.70 m	3.30
Papercorp – Jesus Tunnel	BW0828-03	0.45	-26	76	Massive vein, oxides, gouge @ contacts	5.95	>10000	5.95 / 0.45 m	1.79
Papercorp – Jesus Tunnel	AC2709-05	0.60	-30	130	Qtz vein, fault, gouge	5.75	6780	5.75 / 0.60 m	2.30
Papercorp – Jesus Tunnel	AC2709-06	0.66	-10	138	Qtz vein, sheared, silicified	8.51	>10000	8.51 / 0.66 m	3.74
Papercorp – Jesus Tunnel	AC2709-07	0.34	-24	29	Oxidized, Brecciated, shear, gouge	5.32	3870	5.32 / 0.34 m	1.21
Papercorp – Jesus Tunnel	AC2709-08	0.17	-35	2	Banded Qtz vein with shearing @ contacts	15.30	6220	15.30 / 0.17 m	1.73
Papercorp – Cascada Tunnel	BW0828-04	0.70	-10	10	Rubble, oxides, qtz material	19.50	2060	18.69 / 1.6 m	18.69
Papercorp – Cascada Tunnel	BW0828-05	0.90	-10	10	Rubble, oxides, qtz material	8.96	1490		
Papercorp - Union Tunnel	BW0828-06	0.90	-18	0	Qtz vein, pinch and swell, trace to 1% sulphides, oxidation	13.15	>10000	13.15 / 0.90 m	7.89
Papercorp - Union Tunnel	AC2709-09	0.17	-40	92	Banded Qtz vein, ratty looking	57.80	1880	57.80 / 0.17 m	6.55
Papercorp - Union Tunnel	AC2709-10	Grab			U/G Stock Pile	13.50	9170	N/A	N/A
Papercorp - Union Tunnel	AC2709-11	0.40	-40	249	Banded Qtz, Mn oxides	23.90	>10000	23.90 / 0.40 m	6.37
Papercorp - Union Tunnel	AC2709-12	0.11	-16	45	Banded vein with 1% pyrite	68.10	>10000	68.10 / 0.11 m	4.99
Papercorp - Reina Cisne Tun.	BW0828-07	0.56	-15	6	Qtz vein with laminar textures, fault gouge, mod sheared wall rock	18.80	9270	18.8 / 0.56 m	7.02
Papercorp - Reina Cisne Tun.	BW0828-08	1.20	-35	220	Gouge, rubble, oxides with qtz stockwork	4.23	1480	4.23 / 1.20 m	3.38
Papercorp - Reina Cisne Tun.	AC2709-01	0.45	-46	214	Banded Qtz vein, gouge, 1-2% pyrite	30.00	2650	30.00 / 0.45 m	9.00
Papercorp - Reina Cisne Tun.	AC2709-02	0.22	-9	75	Qtz vein, banded, 1-2% pyrite	102.50	>10000	102.50 / 0.22 m	15.03
Papercorp - Reina Cisne Tun.	AC2709-03	0.40	-9	75	Brecciated vein, shear, gouge	29.20	6230	29.20 / 0.40 m	7.79
Papercorp - Reina Cisne Tun.	AC2709-04	0.20	-15	6	Qtz vein, oxidized	56.40	>10000	56.40 / 0.20 m	7.52

PLANNED ACTIVITIES FOR DECEMBER 2009 QUARTER

Las Lagunas Gold Project – Dominican Republic

- Complete outstanding engineering design.
- Complete site buildings
- Commence civil works, award tankage, structural steel work, and mechanical equipment contracts.
- Order mechanical equipment
- Prepare and tender electrical installation package

EI Callao Gold Project - Venezuela

- Progress negotiations with State owned mining company
- Commence first pass tailings sample program for metallurgical sample

Azuay Gold Project - Ecuador

- Commence tunnel mapping and diamond drilling on Azuay Project
- Progress land acquisition for process plant and additional mining/exploration concessions

Competent Person Statement

The assay data information in this report was compiled by Mr Dale Schultz, Managing Director of Buscore Consulting Ltd, who is a consultant to EnviroGold Holdings and is a member of the Association of Professional Engineers and Geoscientists of Saskatchewan (APEGS) which is a ROPO accepted for the purpose of reporting in accordance with Appendix 5A of the ASX listing rules. Mr Schultz has sufficient experience relevant to the style of mineralization 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 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

Mr Schultz consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

Proximate Statement

The potential quantities and grades contained in this ASX announcement are conceptual in nature, and there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

EnviroGold Limited

ABN

48 008 031 034

Quarter ended ("current quarter")

30 September 2009

Consolidated statement of cash flows

		Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities			
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration and evaluation	(148)	(148)
	(b) development	(645)	(645)
	(c) production	-	-
	(d) administration	-	-
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	18	18
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (re-imburement of expenditure)	35	35
		(1,074)	(1,074)
Net Operating Cash Flows			
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a)prospects	-	-
	(b)equity investments	-	-
	(c) other fixed assets	(1)	(1)
1.9	Proceeds from sale of:		
	(a)prospects	-	-
	(b)equity investments	-	-
	(c)other fixed assets	-	-
1.10	Loans to other entities (related party)	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (Option Fee)	-	-
		(1)	(1)
Net investing cash flows			
1.13	Total operating and investing cash flows (carried forward)	(1,075)	(1,075)

Notes

Payments made under Item 1.2 (a) "exploration and evaluation" for the quarter were in relation to prospective projects in Peru, Venezuela and Ecuador

Payments made under Item 1.2 (b) "development" for the quarter were for the Las Lagunas Gold Project in the Dominican Republic

1.13	Total operating and investing cash flows (brought forward)	(1,075)	(1,075)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	2,000	2,000
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (Effects of FX on Loans to Subsidiaries)	(1,547)	(1,547)
Net financing cash flows		453	453
Net increase (decrease) in cash held		(622)	(622)
1.20	Cash at beginning of quarter/year to date	2,403	2,403
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	1,781	1,781

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	161
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
Payments made to directors and their associates including wages and directors' fees, plus fees paid to Western Ventures Consulting for accounting and company secretarial services provided.		

Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows
-
- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest
-

+ See chapter 19 ASX Listing Rules for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	USD 35,000	-
3.2 Credit standby arrangements	-	-

Notes

Approved Loan facility available from Macquarie Bank.

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	202
4.2 Development	5,948
Total	6,150

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	1,558	1,558
5.2 Deposits	223	223
5.3 Bank overdraft	-	-
5.4 Other (funds held in trust)	-	-
Total: cash at end of quarter (item 1.22)	1,781	1,781

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements acquired or increased			

+ See chapter 19 ASX Listing Rules for defined terms.

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities <i>(description)</i>	-	-	-	-
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 +Ordinary securities	306,906,325	306,906,325	-	-
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	40,000,000	40,000,000	\$0.05	\$0.05
7.5 +Convertible debt securities <i>(description)</i>	-	-	-	-
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	102,666,660 4,000,000 3,500,002 833,334	102,666,660	<i>Exercise price</i> 25c 25c 25c 25c	<i>Expiry date</i> 31/12/2009 31/12/2010 31/12/2011 31/12/2012
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>	-	-	-	-
7.12 Unsecured notes <i>(totals only)</i>	-	-	-	-

Compliance statement

+ See chapter 19 ASX Listing Rules for defined terms.

-
- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
 - 2 This statement does ~~does not~~* (*delete one*) give a true and fair view of the matters disclosed.

Sign here: 
(Director/Company Secretary)

Date: 30 October 2009

Print name: Ingrid Laudzevics

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

== == == == ==