

Ad hoc news

Current company situation

- Encouraging findings from new geological analysis
- Temporary shut-down of production facilities to enable remodelling and to strengthen cash flow

Frankfurt, 11. October 2013. Pearl Gold (ISIN: DE000A0AFGF3). The restructuring process of Wassoul'Or SA, announced in the ad hoc release from August 23rd 2013 is gaining pace. Due to existing doubts about the current geological model, Wassoul'Or engaged South African geological specialists to re-evaluate the Kodieran mine. The findings gathered so far indicate that the style of mineralization is similar to that of other significant gold mines in Mali: a succession of highly mineralised veins separated by sterile meta-sediments. However, establishing a new robust geological model requires a further drilling campaign. To prepare for this and to conserve funds, Wassoul'Or has decided to place its treatment plant temporarily on a care-and-maintenance basis. Meanwhile, Wassoul'Or continues its discussions with both financial advisers and external operators.

Careful analysis of previous drilling records has revealed evidence of good grades at depth in the locations drilled at that time. Combined with the recent surface field work done by said specialists this begins to provide evidence of a robust geological model. However, upgrading this developing model to one which is compliant with international protocols (JORC, CIM) will require a drilling campaign to provide infill information for areas not sufficiently covered in earlier drilling, as well as drill-holes to validate the mineralised zones observed to be present in previous campaigns.

In order to facilitate the forthcoming drilling activity as well as to reduce the cash outflow, the production at the Koderian mine will be shut down for an initial period of 6 months. The opportunity to carry out whatever modifications are necessary to the plant to cater for what is likely to be enriched material will also be taken. Pearl Gold approves this step.

Wassoul'Or's consultations with financial advisors continue, in order for the forthcoming activities to be adequately funded. All measures mentioned herein will be managed by an autonomous professional team engaged by Wassoul'Or. Decisions on the composition of this team are well advanced, and it will commence its activities as soon as funding for the next steps is secured.

Telefon: +49 69 7593-8587
Telefax: +49 69 7593-8200
E-Mail: info@pearlgoldag.com

An der Welle 4
60322 Frankfurt am Main
Germany

HRB 84285 Amtsgericht Frankfurt/Main
Vorstand: J. L. Dupuy, Lutz Hartmann
Aufsichtsratsvorsitzender: Robert F. Goninon

Pearl Gold strongly supports this course of action, and will be actively monitoring the performance of this team.

Ultimately the intention as far as mining/milling activities are concerned is to engage an external operator or operators. Expressions of interest will be sought by the project management team as details of mine planning and pit design develop. Pearl Gold supports this course of action as well, and expects to provide input at the time a decision on operator(s) is made.

Pearl Gold AG

Pearl Gold AG is a project developer and active investor listed in the General Standard of the Frankfurt Stock Exchange, based in Frankfurt. The company focuses on investments in West African exploration and mining corporations, especially in the field of gold and other precious metals. The first investment of Pearl Gold is the Malian mining company Wassoul'Or, in which Pearl Gold has a stake of 25 per cent. Wassoul'Or concentrates on the exploration and production of gold and runs the Kodiéran gold mine in the South of Mali. For further information as well as the securities prospectus visit <http://www.pearlgoldag.com>

For Inquiries:

MSL Financial
Press@pearlgoldag.com
Tel: +49 (0) 69 6612456 8327

CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS: Certain information included in this news release constitutes "forward-looking statements". The words "expect", "plan", "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, are inherently subject to significant business, economic and competitive uncertainties and contingencies. The Pearl Gold AG cautions the reader that such forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause the actual results, performance or achievements of the Company to be materially different from the Company's 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, risks associated with the mining industry such as government regulation, environmental and reclamation risks, title disputes or claims, success of mining activities, future commodity prices, costs of production, possible variation in mineral reserves, mineral resources, grade or recovery rates, failure of plant, equipment or processes to

Telefon: +49 69 7593-8587
Telefax: +49 69 7593-8200
E-Mail: info@pearlgoldag.com

An der Welle 4
60322 Frankfurt am Main
Germany

HRB 84285 Amtsgericht Frankfurt/Main
Vorstand: J. L. Dupuy, Lutz Hartmann
Aufsichtsratsvorsitzender: Robert F. Goninon

operate as anticipated, accidents, labour disputes, the timing of estimated future production, capital expenditures, financial market fluctuations, requirements for additional capital, conclusions of economic evaluations, limitations on insurance coverage, risks associated with using third-party contractors and inflation. The Company disclaims any intention or obligation to update or revise any forward-looking statements whether as a result of new information, future events or otherwise, except as required by applicable law.

Telefon: +49 69 7593-8587
Telefax: +49 69 7593-8200
E-Mail: info@pearlgoldag.com

An der Welle 4
60322 Frankfurt am Main
Germany

HRB 84285 Amtsgericht Frankfurt/Main
Vorstand: J. L. Dupuy, Lutz Hartmann
Aufsichtsratsvorsitzender: Robert F. Goninon