

22nd April 2013



ASX Announcement

Bundi Gold Target Increased to 1,400m – RC Drilling to Commence

Rights Issue to Raise \$1.13M

Castle Minerals Limited (ASX:CDT) is pleased to announce that RAB drilling on the Company's Bundi prospect in north-west Ghana has extended the known zone of bedrock gold mineralisation to at least 1,400m strike.

RAB drilling testing this open ended gold zone intersected further bedrock gold mineralisation reporting a best result of **3m @ 2.0g/t gold from 3m to end of hole**. Mineralisation is hosted by altered quartz-sericite schists.

Castle's Managing Director, Mr Mike Ivey said, "This new intercept is the strongest result to date from Bundi which is now ready for RC drill testing. This is one of the best bedrock gold targets Castle has generated and we look forward to its first ever RC drilling. A rig has been contracted to commence work in early May."

RC drilling will also test a target 4km south of Bundi that reported a best result of **3m @ 2.02g/t gold** from 20m to end of hole (*refer ASX announcement 19/03/13*), and test the newly defined Jango prospect that reported rock chip results up to 61g/t gold within a 300m long zone of artisanal workings in the Julie West area (*refer ASX announcement 16/04/2013*).

Non Renounceable Rights Issue

Castle is also pleased to announce a Pro rata one-for-five (1 for 5) partially underwritten non-renounceable entitlements issue to all shareholders at \$0.05 per new share, to raise approximately \$1.13 million. The entitlements issue will be partially underwritten by the Directors of Castle and will provide funding for drill programs at the Bundi, Wa South and Jango prospects as well as funding Castle's ongoing gold exploration programs in Ghana.

The timetable for the raising is currently being finalised but it is anticipated that the Record Date for Shareholders to participate in the Entitlement Issue will be early May 2013. Further details and Prospectus will be released shortly.

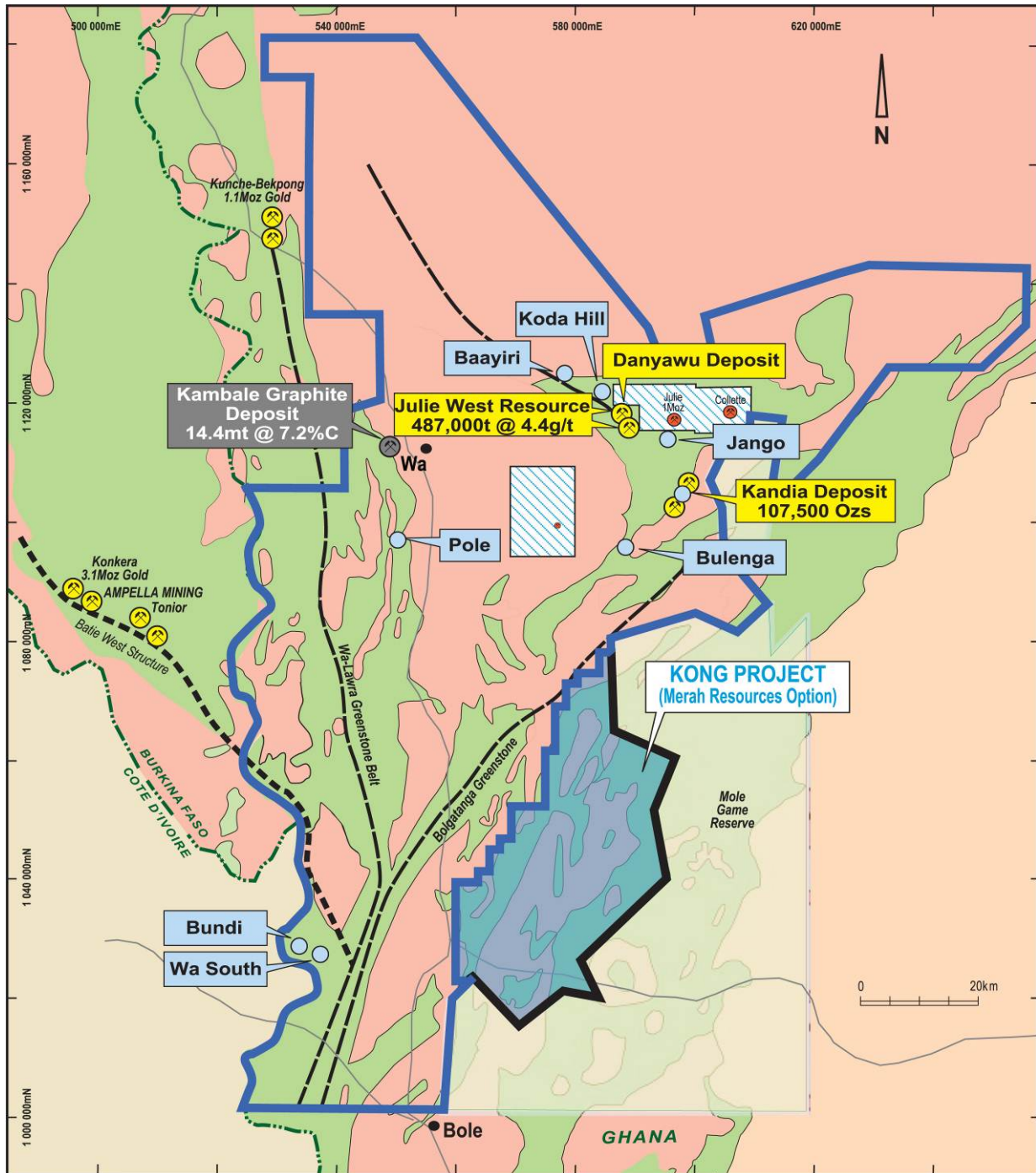
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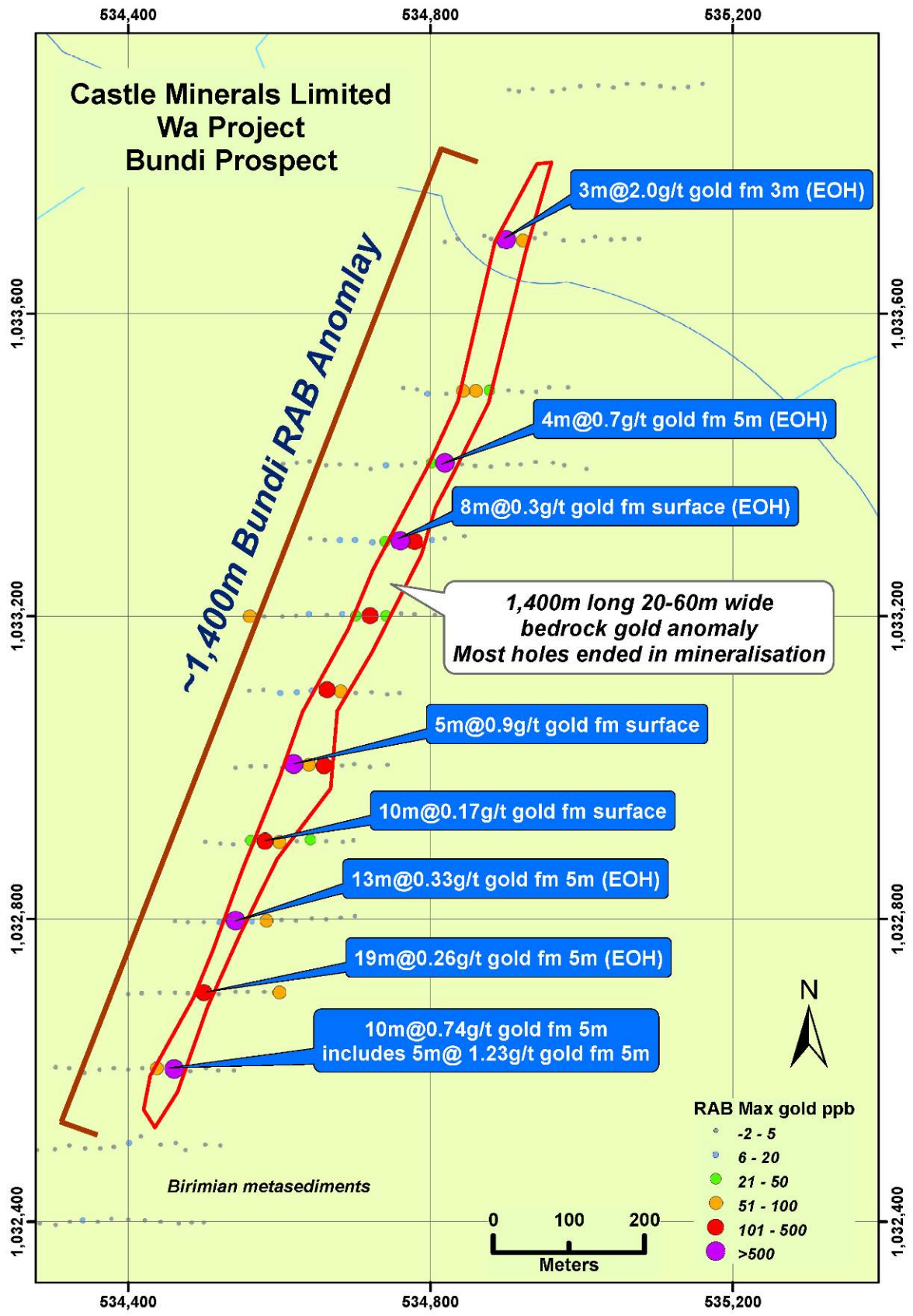
About Castle:

Castle Minerals listed on the Australian Stock Exchange in May 2006 (ASX code 'CDT') and has since acquired the rights to five mineral projects in Ghana, West Africa including Akoko, Antubia, Banso, Bondaye, Opon Mansi (application) and Wa covering more than 11,000km².

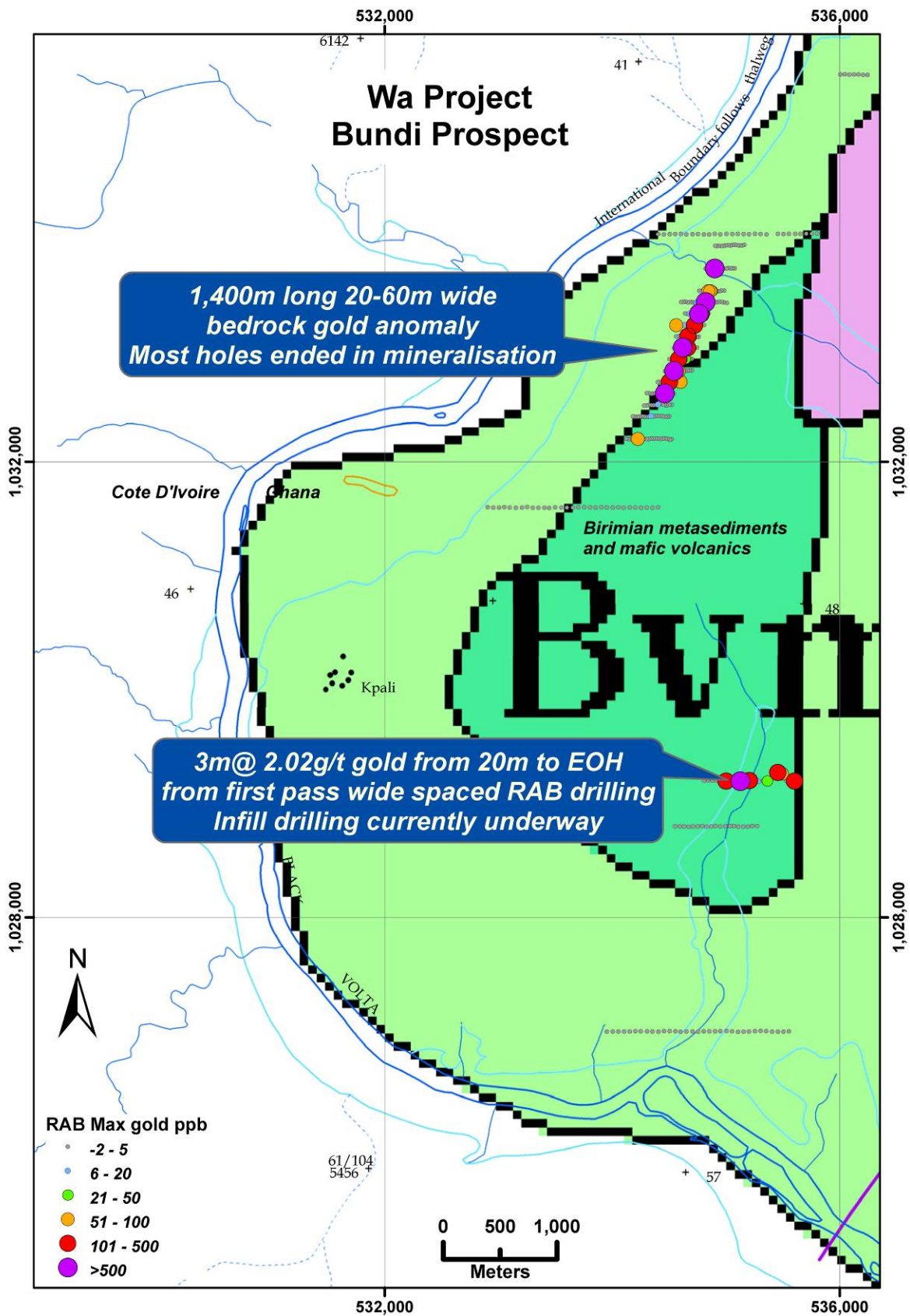
All granted projects are 100% owned by Castle Minerals (subject to Ghanaian Government right to a free-carried 10% interest). Castle's corporate objectives are exploration and development of its six projects in Ghana and the acquisition and exploration of other mineral resource opportunities, particularly in West Africa. The country of Ghana has a long history of gold mining and exploration and is Africa's second largest gold producer behind South Africa.



Castle's Wa Project in north-west Ghana



Bundi RAB Target showing a continuous bedrock gold anomaly 20-60m wide within altered sediments. Most holes ended in mineralisation that occurs beneath a thin veneer of alluvial cover



Regional geology for Bundi and Wa South prospects. Both RAB targets shown above are proposed to be RC drill tested in May 2013



RAB Drilling at Bundi

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Significant RAB Drilling Intercepts - Wa South Prospect

Hole Number	Northing	Easting	mRL	Azimuth	Dip	Hole Depth	Intercept
13SWRB566	1028752	537001	235	90	-60	42	5m @ 0.13 g/t gold from 5m
13SWRB567	1028751	536982	245	90	-60	42	10m @ 0.27 g/t gold from 0m
13SWRB568	1028752	536959	237	90	-60	38	5m @ 0.24 g/t gold from 20m
13SWRB573	1028746	536859	238	90	-60	50	5m @ 0.35 g/t gold from 20m
13SWRB577	1028854	537123	248	90	-60	46	5m @ 0.10 g/t gold from 20m
13SWRB614	1028752	538083	244	90	-60	30	5m @ 0.10 g/t gold from 0m
13SWRB616	1028752	538043	254	90	-60	27	5m @ 0.14 g/t gold from 20m
13SWRB623	1028852	538179	250	90	-60	33	5m @ 0.12 g/t gold from 10m
13SWRB625	1028851	538138	247	90	-60	24	5m @ 0.11 g/t gold from 5m
13SWRB629	1028852	538061	251	90	-60	30	5m @ 0.11 g/t gold from 25m
13SWRB641	1033698	534900	232	90	-60	6	3m @ 2.0 g/t gold from 3m

Notes:

Assays reported from 5m composite samples from Rotary Airblast Drilling (RAB-open hole technique)
 RAB drill samples were sent to Intertek Laboratories in Tarkwa, Ghana for gold analysis using 50gm Aqua Regia/AAS.
 QAQC completed using standards blanks and duplicates. Hole collars picked up by handheld GPS. No top cut applied.

Information in this announcement that relates to Exploration Results is based on information compiled by Haydn Hadlow, Castle Minerals Limited Exploration Manager, who is a Member of The Australasian Institute of Mining and Metallurgy. Haydn Hadlow is a permanent employee of Castle Minerals Limited and has sufficient experience that is relevant to the style of mineralisation 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 JORC Code. Haydn Hadlow consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.