

**HD** Sovereign **Gold** shareholder sinks A\$2M into subsidiary for 17.2% **stake**

**BY** Angela Kean

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A major shareholder in ASX-listed explorer Sovereign **Gold** Co. Ltd. has taken a 17.2% interest in the **company's** subsidiary Mount Adrah **Gold** Ltd., according to a June 30 statement.

Hudson Resources Ltd., which is also listed on the ASX, has bought 10 **million** shares and 10 **million** options for A\$2 **million**. The **acquisition** values Mount Adrah at about A\$11.6 **million** based on the 58 **million** shares on issue and the 20 Australian cents per share **purchase** price.

**TD**

Hudson owns 40 **million** Sovereign **Gold** shares, equating to a 25.5% interest.

Earlier in June, Mount Adrah withdrew its IPO and application to list on the ASX. The IPO aimed to raise A\$2 **million**, which had been earmarked for further exploration at the Mount Adrah **gold** project in New South Wales.

Meanwhile, Sovereign **Gold** and Precious Metal Resources Ltd. expect to put their planned corporate restructure to a shareholder vote during the current quarter.

The restructure is aimed at simplifying each **company's** structure and assets.

Following the restructure, Sovereign **Gold** will hold a 55% interest in the joint venture with **China's** state-owned Jiangsu Geology & Engineering Co., or Sugec, and a 72% interest in Mount Adrah **Gold**.

The move would reduce Sovereign's shareholding in Precious Metal Resources to 15.53% from 78%.

**CO** ghgldz : Mount Adrah Gold Ltd. | malhol : Hudson Resources Ltd | pmrlia : Precious Metal Resources Ltd | svgl dz : Sovereign Gold Company Limited

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**RE** austr : Australia | apacz : Asia Pacific | ausnz : Australia/Oceania

**IPD** Minority Investment

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