



Canada:
900 – 595 Howe Street
Vancouver, B.C., Canada, V6C2T5
Phone: +1 604.689.1515, ext 103
Fax: +1 604.687.8678
Email: ba@primarycapital.net

Australia:
P.O. Box 7996
Gold Coast Mail Centre, Qld 9726
Phone: +61(7)5592.2274
Fax: +61(7)5592.2275
Email: info@newguineagold.ca

TSX-V: **NGG**
Frankfurt: **NG8**
www.newguineagold.ca

PRESS RELEASE

COPPERMOLY UPDATE

Vancouver, BC – January 12, 2012 – New Guinea Gold Corporation (“NGG” or the “Company”) is pleased to report that Coppermoly Limited. ("Coppermoly"), an Australian Securities Exchange (ASX) listed company, of which NGG holds 20,973,683 shares released the following announcement on January 9, 2012.

MEDIA RELEASE

9th January 2012

ASX Code: COY

COPPERMOLY TO FORM A JOINT VENTURE WITH BARRICK

Barrick has notified Coppermoly that they have met the \$20 million expenditure commitment under the farm-in agreement on Coppermoly’s tenements on New Britain Island (Simuku, Nakru and Talelumas). A joint venture for the exploration and evaluation and, if warranted, the development of the tenements will now be formed. Coppermoly will retain a 28% interest in all tenements and its cash contribution towards completion of a feasibility study will be delayed until after the commencement of production and will be repaid from Coppermoly’s share of any future production revenue.

The joint venture will provide significant upside to Coppermoly shareholders through the retention of a substantial interest in these advanced projects which are all within a four hour drive by 4WD vehicle from existing infrastructure, including a deep water port at the provincial capital of Kimbe.

At the **Simuku** project, a total of 10,248 metres has been drilled in 37 diamond holes. It is host to an Inferred Resource of 200 million tonnes grading 0.47% copper equivalent. Assay results from the last hole drilled to 900m depth are pending.

At the **Nakru** project, copper, gold and zinc mineralisation has been intersected in three prospects with a total of 31 diamond drillholes for 7,253 metres.

The Nakru-1 copper-gold system is the most advanced prospect within the Nakru tenement with 27 diamond drillholes completed for 5,928.4 metres. One diamond drillhole through the centre of a geophysical chargeability anomaly intersected 213.75 metres grading 0.92% copper and 0.33 g/t gold from 74.45 metres depth. Within the bounds of existing drilling, Nakru-1 has an Exploration Target of 50 to 60 Mt grading 0.7 to 0.9% copper. Further drilling of geophysical and geochemical targets will determine additional tonnage potential. In addition to the exploration being undertaken by Barrick, Coppermoly expects to be able to undertake its own exploration on the new areas that we currently have under application on New Britain Island, as they become granted.

Media enquiries:

PETER SWIRIDIUK
MANAGING DIRECTOR
PHONE: (07) 5592 1001 ext. 3201

or

MAURICE GANNON
DIRECTOR OF OPERATIONS &
COMPANY SECRETARY
PHONE: (07) 5592 1001 EXT 3204

For further information on this release or on other NGG projects such as the Sinivit Gold Mine, please contact info@newguineagold.ca, or access our website – www.newguineagold.ca

ON BEHALF OF THE BOARD

Greg Heaney
ACTING CEO

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

Forward Looking Statements - Certain information set forth in this news release may contain forward-looking statements that involve substantial known and unknown risks and uncertainties. These forward-looking statements are subject to numerous risks and uncertainties, certain of which are beyond the control of NGG, including, but not limited to the impact of general economic conditions, industry conditions, volatility of commodity prices, risks associated with the uncertainty of resource and reserve estimates, currency fluctuations, dependence upon regulatory approvals, the availability of future financing and exploration risk. Readers are cautioned that the assumptions used in the preparation of such information, although considered reasonable at the time of preparation, may prove to be imprecise and, as such, undue reliance should not be placed on forward-looking statements.