KILO INTERSECTS 4.07 M GRADING 17.25 G/T GOLD AT MANZAKO PROSPECT, SOMITURI PROJECT, DRC

Toronto, Ontario. – January 14, 2013 - Kilo Goldmines Ltd. ("Kilo" or the "Company") (TSX VENTURE: **KGL**) (FRANKFURT: **02K**) is pleased to announce significant results from six additional diamond drill holes, totalling 1292.50 m. These results include 4.07 m grading 17.25 g/t Au commencing at a downhole depth of 126.8 m, including 1.07 m grading 63.8 g/t Au in hole SMDD0018.

OTHER HIGHLIGHTS INCLUDE:

- 9.55 m @ 2.72 g/t Au
- 2.00 m @ 23.46 g/t Au
- 700 m strike continuous gold zone
- gold zone part of open-ended 2.2 km gold bearing structure

These additional holes, at approximately 160 m intervals, as illustrated in Figure 1, now define a strike length of 700 m at the Manzako Prospect, which is on the Company's Somituri Project in northeastern Democratic Republic of Congo ("DRC"). The Manzako structure is estimated to be 2.2 km in strike length as defined by colonial-era mining, previous trenches, soil sampling results and geological mapping. The Manzako Prospect is 5.0 km east and south from, and parallel to, the Company's 1.87 Moz Adumbi gold deposit.

The gold intersections obtained in the Kilo drill holes, presented from southeast to northwest, are listed in Table 1 and the drill holes are illustrated on Figure 1. The location of the Manzako Prospect with respect to other Prospects on the Imbo licence is illustrated in Figure 2.

Alex van Hoeken. President and CEO of Kilo stated:

"The gold intersections in these drill holes confirm the Manzako Prospect hosts a strike-continuous structure with high grade gold values where infill drilling is expected to delineate additional resources. These Manzako Prospect results confirm the presence of a number of multiple continuous gold mineralization zones on the Imbo licence, namely: Adumbi, Kitenge and now Manzako.

These high grades from the Manzako Prospect further enhances my belief that continued drilling will add to the current resource base of the 1.87 Moz Adumbi deposit as will the Kitenge Prospect. Our focus has been to define a larger, higher grade global resource on the Somituri Project's Imbo licence, with the objective being to create a single plant gold operation, fed from multiple pits. We are very pleased that our 2012 exploration efforts continue to demonstrate this goal is realistic and achievable."

Table 1 Gold intersections in Manzako Prospect drill holes, Somituri Project, DRC.

| | Table 1 Gold Intersections in Manzako Prospect drill holes, Somituri Project, DRC. | | | | | | | | | |
|-----------------------------|--|------|------|----------|----------|--------|--------------|----------|--|--|
| Drill Hole | Az (Mag) | Incl | Zone | | From (m) | To (m) | Interval (m) | Au (g/t) | | |
| (2012 hole in bold) | | | | | | | | | | |
| SMDD0016 | 218 | -48 | | | 24.70 | 26.20 | 1.50 | 0.55 | | |
| | | | | | 68.75 | 75.30 | 6.55 | 1.49 | | |
| | | | | | 102.40 | 103.65 | 1.25 | 0.53 | | |
| | | | | | 110.15 | 111.20 | 1.05 | 2.30 | | |
| | | | | | 136.70 | 139.00 | 2.30 | 2.39 | | |
| | | | | | 180.80 | 185.20 | 4.40 | 2.00 | | |
| SMDD002* Drilled in 2010 | 40 | -50 | | | 24.40 | 28.30 | 3.90 | 3.32 | | |
| | | | MSZ | | 94.20 | 98.90 | 4.70 | 9.37 | | |
| | | | | | 147.70 | 155.00 | 7.30 | 0.97 | | |
| | | | | | 151.10 | 155.00 | 3.90 | 1.58 | | |
| SMD0017 | 218 | -51 | | | 81.00 | 83.70 | 2.70 | 6.68 | | |
| | | | MSZ | | 103.75 | 112.90 | 9.55 | 2.72 | | |
| | | | | | 132.00 | 134.25 | 2.25 | 0.79 | | |
| SMDD0018 | 218.5 | -52 | | | 49.50 | 63.40 | 13.90 | 0.91 | | |
| | | | | | 60.21 | 63.40 | 3.19 | 3.17 | | |
| | | | MSZ | | 126.83 | 129.40 | 4.07 | 17.25 | | |
| | | | | includes | 126.83 | 127.90 | 1.07 | 63.80 | | |
| | | | | | 142.35 | 143.00 | 0.65 | 6.72 | | |
| SMDD0019 | 215 | -68 | | | 82.25 | 82.65 | 0.40 | 1.06 | | |
| | | | | | 88.20 | 90.00 | 1.80 | 1.43 | | |
| | | | MSZ | | 183.30 | 184.45 | 1.15 | 8.54 | | |
| SMDD0020 | 213 | -50 | | | 46.45 | 47.50 | 1.05 | 0.79 | | |
| | | | | | 53.81 | 56.81 | 3.00 | 2.43 | | |
| | | | MSZ | | 100.15 | 102.15 | 2.00 | 23.46 | | |
| | | | | includes | 100.15 | 101.15 | 1.00 | 45.10 | | |
| | | | | | 175.97 | 176.97 | 1.00 | 1.32 | | |

| Drill Hole (2012 hole in bold) | Az (Mag) | Incl | Zone | From (m) | To (m) | Interval (m) | Au (g/t) |
|--------------------------------------|----------|------|------|----------|--------|--------------|----------|
| | | | | 39.45 | 40.10 | 0.65 | 0.60 |
| SMDD0021 | 219 | -50 | | 45.55 | 47.35 | 1.80 | 2.10 |
| | | | | 89.20 | 94.35 | 5.15 | 0.42 |

Table Notes:

*previously reported (see press release dated October 27, 2010)

Intersections were calculated on un-cut gold values

True thickness estimated as 70% of core length intersections

Gold at Manzako occurs with quartz + carbonate + pyrite ± pyrrhotite ± arsenopyrite ± chalcopyrite in a northwest-southeast oriented shear zone hosting auriferous quartz vein(s) that dips about 80 degrees northeast, herein termed the Manzako Shear Zone ("MSZ"). Preliminary interpretation concludes that the MSZ is bedding parallel to sub-parallel in chloritized, sericitized and silicified mafic volcanic rocks, including pillowed basalts.

Infill and step out drilling with a minimum of two holes per section is planned for the next drilling campaign.

ABOUT THE SOMITURI PROJECT

The Somituri Project consists of eight Exploitation Licences totalling 606 km² in the Archaen Ngayu Greenstone belt, in the north eastern Democratic Republic of Congo.

According to historical records, unverified by the Company, the Kitenge and Manzako mines produced about 100 000 oz of gold to 1955, and Adumbi gold mine produced about 200 000 oz of gold from quartz vein ore that averaged 11 g/t gold during the 1940s until its closure in 1959.

The Mineral Corporation (April 2012), based in Johannesburg calculated an NI 43-101 compliant inferred gold resource estimate of 1.87 Moz grading 1.63 g/t Au using a 0.50 g/t Au cut-off on the Adumbi Prospect.

QUALITY CONTROL AND ANALYTICAL PROCEDURES

The drill core was sawn in half with a diamond saw and half a core from each sample was placed into plastic bags and stapled shut. Commercial standards and blanks were inserted in every batch of samples submitted for analysis in accordance with industry practice. Sample preparation was carried out at the Kilo on-site laboratory managed by ALS Chemex. Sample pulps were shipped from the DRC to ALS Chemex in Johannesburg, South Africa by commercial courier. Gold analysis was determined on a 50 g charge by the Fire Assay with Atomic Absorption finish method. ALS Chemex is accredited to international standards.

ABOUT KILO

Kilo Goldmines Ltd. is a Canadian gold exploration company that is listed on the TSX Venture Exchange under the symbol 'KGL' and on the Frankfurt Exchange under the symbol '02K'. The Company holds about 3000 km² of favourable Archaean Kabalian greenstone in the Kilo-Moto area in the Democratic Republic of the Congo. Kilo's principal focus is to advance its projects from exploration through feasibility to project development and ultimately to full production in a socially



and environmentally responsible manner. The Company owns a 71.25% interest in the DRC entity that holds the Somituri Project Exploitation Permits.

QUALIFIED PERSON

The drilling program disclosed in this press release was planned and supervised by the Company's geological consultant Stanley Robinson. Stanley Robinson, M.Sc., P.Geo is also the 'qualified person' (as that term is defined under National Instrument 43-101) of the Company who has reviewed the scientific and technical information contained in this release.

FURTHER INFORMATION

For more information, please contact:

Alex Van Hoeken

President and CEO

Tel: +1 416 360 3415

Email: <u>info@kilogoldmines.com</u>
Website: www.kilogoldmines.com

This news release may contain forward looking statements concerning future operations of Kilo Goldmines Ltd. All forward looking statements concerning the Company's future plans and operations, including management's assessment of the Company's project expectations or beliefs may be subject to certain assumptions, risks and uncertainties beyond the Company's control. Investors are cautioned that any such statements are not guarantees of future performance and that actual performance and exploration and financial results may differ materially from any estimates or projections.

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.





