



Golden Dory Completes 2011 Drilling Program at Huxter Lane Option, Newfoundland

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New Porphyry body intersected 800 meters Northwest of Mosquito Hill Deposit

TSX.V- GDRFOR IMMEDIATE RELEASE

GANDER, NEWFOUNDLAND - January 20, 2012 - Golden Dory Resources Corp. TSX.V- GDR, ("Golden Dory") and partner Paragon Minerals Corporation (TSX.V-PGR) are pleased to announce final assay results from the recently completed 1553 meter diamond drill program at the Huxter Lane gold project in central Newfoundland. Program highlights include:

-Step out holes confirm Mosquito Hill Zone continuity along strike; deposit remains open

-Revised NI 43-101 resource estimate underway with results expected late Q1 2012

-New Porphyry body intersected 800 meters northwest of Mosquito Hill

The program focused on expanding the Mosquito Hill Deposit located on the Huxter Lane property currently under option from Paragon Minerals Corporation. Drilling highlights are tabled below.

HX-11-61	From (m)	To (m)	Length (m)	g/t Au
Dip -65°	108.07	221.35	113.28	0.20
Az. 70°	Incl. 120.00	124.95	4.95	1.10
	And 184.60	187.15	2.55	0.59
	And 214.05	221.35	7.30	0.70
	Incl. 218.10	221.35	3.25	1.13

HX-11-62		152.72	157.88	5.16	0.72
Dip -65o		176.45	224.30	47.85	0.35
Az. 70o	Incl.	217.00	224.30	7.30	1.28
	Incl.	219.00	223.20	4.20	2.04
HX-11-63		191.15	194.46	3.31	0.63
Dip -65o		236.61	239.95	3.34	0.56
Az. 70o					
HX-11-64		212.59	233.00	20.41	0.30
Dip -65o	Incl.	229.00	233.00	4.00	0.67
Az. 70o					
HX-10-65		179.05	192.00	12.95	0.26
Dip -65o	Incl.	179.05	182.11	3.06	0.67
Az. 70o					
HX-11-66*		Anomalous Values			
Dip -65o					
Az. 340o					
HX-11-67		8.00	20.14	12.14	0.83
Dip -45o	Incl.	8.00	10.00	2.00	1.52
Az. 340o		50.70	68.50	17.80	0.23
	Incl.	50.70	54.53	3.83	0.67

Revised NI43-101 Resource Estimate Underway - Metallurgical Testing to Begin

The results of this program will be immediately incorporated into a revised NI 43-101 resource calculation which will be expected late in Q1, 2012. The updated resource estimate will also include a revised estimate for the adjoining 100% owned Brady property where drilling took place earlier in 2011. The Mosquito Hill deposit has NI 43-101 compliant resources prepared by Giroux Consultants, September 2010, which include (at a 0.30 g/t gold cut off) an indicated resource of 11.18 million tonnes for 196,257 ounces gold, and an inferred resource of 38.76 million tonnes for 569,496 ounces gold. Mosquito Hill lies 1600 meters southwest of Golden Dory's Brady project where the Reid Porphyry Deposit contains an NI 43-101 compliant inferred resource of 5.99 million tonnes for 107,461 ounces gold at a cutoff of 0.30 g/t Au. The company plans to carry out metallurgical testing on both the Mosquito Hill and Reid Porphyry deposits early in 2012. Golden Dory is earning up to a 70% interest in the Huxter Lane property from Paragon Minerals Corporation (see February 25, 2009 News Release).

New Porphyry Body Discovered

The program also tested with one hole, a previously untested IP resistivity target 800 meters to the northwest of the Mosquito Hill Deposit. Diamond drill hole HX-11-66 successfully intersected a new porphyry intrusive body, locally strongly altered and carrying multiple zones of anomalous gold values ranging up to 98 ppb gold over 1.0 meter. The intrusion was intersected at a down hole depth of 129 meters and continued through to the end of the hole at 235 meters. The strongest alteration, silicification and sericite, with associated trace to 1% sulphide was in the upper sections gradually decreasing down hole, although quartz veining and deformation continued to the end of the hole. The porphyry more closely resembles the mineralized body on the adjoining Brady Property which had returned previously reported drill intercepts of 25.45 meters of 1.48 g/t Au (see May 5, 2011 News Release). This new discovery is considered very significant and supports the company's belief that the property hosts a cluster of mineralized porphyry bodies and other similar targets remain untested on the property.

Kevin Keats, President and CEO states, "Mosquito Hill is a very large system which remains open along strike and down dip. We look forward to a revised NI43-101 resource estimate which will include an update from the Reid Porphyry zone on the adjoining Brady property. The Huxter Lane drilling program was also successful in the discovery of a new mineralized porphyry intrusion on the combined Huxter Lane-Brady project. The new porphyry has been tested by only a single reconnaissance hole and the intrusion is altered and mineralized. We are confident that additional drilling will locate thicker and more consistent zones of mineralization within the target area which measures more than one kilometer in length and up to 600 meters wide."

Assaying for this program was carried out by Accurassay Laboratories of Thunder Bay, Ontario. NQ drill core was sawn in half, and placed in sealed bags and delivered by Golden Dory personnel to the Accurassay prep facility in Gambo, Newfoundland. The core was then assayed by Fire Assay methods with AA finish. Industry certified standards and blanks were also inserted into the sample stream as part of QA/QC. Reported intervals are believed to be near true thickness.

Golden Dory would like to thank the Government of Newfoundland and Labrador for its support of this project through a financial contribution from the Junior Exploration Assistance program.

About Golden Dory

Golden Dory Resources Corp. (TSX.V-GDR) is primarily focused on gold exploration at the Huxter Lane-Brady Project in Newfoundland & Labrador, Canada and the Long Canyon (Pequop South), and Reef properties in the state of Nevada, USA. About Golden Dory

This news release has been reviewed and approved by Timothy Froude, P. Geo., a "Qualified Person" under National Instrument 43-101. For further information contact Kevin D. Keats, President and CEO of Golden Dory at (709) 256-4201.

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