

ASX / Media Release

**ASX: AYA
29 April 2016**

Quarterly Activities Report March 2016

Potential Transaction with SecurET Pty Ltd

As previously announced, the Company has entered into a non-exclusive memorandum of understanding with SecurET, an unlisted, privately-held Australian based cybersecurity infrastructure company. The memorandum of understanding is binding only in relation to confidentiality.

SecurET is a party to a binding agreement with an unlisted, privately-held Australian-based payment and cyber-security infrastructure company, Point of Pay Pty Ltd (**POP**), pursuant to which SecurET has a right to acquire an interest in assets held by POP. POP's encryption based technology, VeroGuard Systems, is concerned with enhancing internet security and they are currently in collaboration with CSIRO to develop further security based technology. For further information please visit www.veroguard.com.au

The Company is currently undertaking formal due diligence into SecurET and POP.

The Company reminds investors that although SecurET is a party to a legally binding agreement with POP, no commercial terms have been agreed between the Company and SecurET (or POP) and any agreement would be subject to the satisfactory completion of due diligence investigations and the negotiation and execution of a conditional formal sale agreement. There is no certainty that an agreement will be reached. The Company has previously announced the existence of the potential transaction in the interests of ensuring that the market is fully informed. The Company will continue to provide updates to the market in accordance with its continuous disclosure obligations.

Capital Raising

During the quarter, the Company completed the allotment of 45,479,176 shortfall shares arising from the 1 for 1 non-renounceable rights issue and 10,000,000 placement shares at \$0.02 each as outlined in the Prospectus dated 26 November 2015.

The Company was pleased to allot 100% of the shortfall shares to existing shareholders, although due to the level of demand, a scale back was required. Refunds will be issued by the Company's share registry in due course. The placement shares were issued to both new investors and existing shareholders.

Head Office

Suite 23, 513 Hay Street, Subiaco WA 6008
PO Box 1311, Subiaco WA 6904
Phone +61 (8) 6142 0989
Fax +61 (8) 9388 8824
Email admin@attilaresources.com
ABN 53 142 165 080

www.attilaresources.com

Fast Facts

Total Shares on Issue	187m
Convertible Notes (\$0.20)	67.5m
Current Cash	\$1.82m
Market Capitalisation at \$0.15 (undiluted)	\$28m

Directors

Mr Max Brunsdon
Mr Evan Cranston
Mr Bryn Hardcastle

Kodiak Coking Coal Project, Alabama

- 11,700 acre Project area over 2 properties
- PFS on Coke and Atkins seams on Gurnee Property completed:
 - 2Mtpa circa production based on 48.2Mt Proven and Probable JORC Reserves
 - Total upfront funding requirement of \$52.1Mt after leasing equipment and machinery – staged development could almost halve costs
 - All in cash costs of US\$90/t FOB for LOM including rail, port, taxes and royalties
- Fully owned infrastructure on private land
- Fully permitted to commence mining at Gurnee
- Maiden inferred resource at Seymour Property of 48.2Mt coking coal – not included in PFS

The funds raised under the entitlements offer and placement of shortfall shares will be used for general working capital and to undertake due diligence investigations on potential new acquisitions that have the capacity to add significant long-term shareholder value, including the potential transaction with SecurET.

Kodiak Coking Coal Project, Alabama USA (Attila Resources 70%)

The Kodiak Coking Coal Project is currently on care and maintenance.

For further information please contact:

Evan Cranston – Non-Executive Director: +61 (0) 408 865 838

Appendix 1

The following information is provided pursuant to Listing Rule 5.3.3 for the quarter ended 31 March 2016:

Project	Location	Status	Interest
Kodiak Coking Coal Project	Alabama, USA		
Coke Seam, Gurnee Property	Shelby & Bibb Counties	Lease	70%
Atkins Seam, Gurnee Property	Shelby & Bibb Counties	Lease	70%
Gholson Seam, Gurnee Property	Shelby & Bibb Counties	Lease	70%
Clark Seam, Gurnee Property	Shelby & Bibb Counties	Lease	70%
Coke Seam, Seymour Property	Bibb County	Option to lease	70%
Atkins Seam, Seymour Property	Bibb County	Option to lease	70%
Upper Thompson Seam, Seymour Property	Bibb County	Option to lease	70%
Big Bone Seam, Seymour Property	Bibb County	Option to lease	70%

There were no mining tenements or interests in farm-in/farm-out agreements acquired or disposed of during the quarter.

Competent Person Statement

The information in this report relating to Exploration Results and to JORC Compliant (Coal) Resources and Reserves for the Gurnee Property of the Kodiak Coking Coal Project in Shelby County, Alabama, USA has been reviewed and is based on information compiled by Mr Alan Stagg of Stagg Resource Consultants Inc. Mr Stagg is a Registered Member of the Society of Mining, Metallurgy, and Exploration, Inc. (SME), registration number 3063550RM, and has sufficient experience which 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 Edition of the "Australian Code for Reporting of Mineral Resources and Ore Reserves". Mr Stagg consents to the inclusion in the report on the matters on this information in the form and context in which it appears. The information in this report was first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported. The results were initially reported to the ASX on 6 August 2013.

The information in this report that relates to the JORC Compliant (Coal) Resource for the Seymour Property of the Kodiak Coking Coal Project in Shelby County, Alabama, USA has been reviewed and is based on information compiled by Mr Alan Stagg of Stagg Resource Consultants Inc. Mr Stagg is a member of SME Registered Member of the Society of Mining, Metallurgy, and Exploration, Inc., registration number 3063550RM. and has sufficient experience which 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 2012 Edition of the "Australian Code for Reporting of Mineral Resources and Ore Reserves". Mr Stagg consents to the inclusion in the report on the matters on this information in the form and context in which it appears. The resource was initially reported to the ASX on 25 March 2014 and has not been updated since.