

## **Gold Rush on Fox's Tenement; Prompts Company to Capitalise on Golden Opportunity**

- **New green fields alluvial gold prospects discovered**
- **Prospectors with metal detectors find 1,000oz of gold in the area**
- **Significant potential to host one or more gold deposits on Fox tenements (six prospective areas already identified)**
- **Individual samples returning up to 1,080 ppb Au (1.0 g/t Au)**
- **Fox has commenced preliminary fieldwork and orientation surveys to capitalise on this exciting new opportunity**

**Fox Resources Limited** (ASX: FXR, Fox) today announced new gold potential in several of the Company's 100%-owned tenements in the Pilbara of Western Australia.

The recent success of prospectors on Fox's exploration license E47/1202, using only metal detectors, has prompted the Company to devote exploration efforts towards the gold potential of specific tenements.

Fox was granted exploration license E47/1202 in July 2009, which lies to the west of the Company's Ruth Well nickel sulphide deposit and north of the regionally extensive Sholl Shear (Figure 1).

The tenement was originally pegged due to its proximity to Ruth Well and its potential to host additional nickel sulphide mineralisation. However, due to the recent prospector activity that has reputedly seen 1,000oz of gold being won from the area, Fox's immediate exploration activity on this tenement will be to follow up on the gold discovery.

Fox Resources' Managing Director, Mr Bruno Seneque, said the Company was encouraged by the potential for a significant gold discovery on existing tenements.

"This opens up an exciting new exploration front for Fox alongside our ongoing activities to build up nickel and base metal resources for the proposed heap leaching operations," said Mr Seneque.

"The fact is that although it's still early days, Fox has a number of tenements in this area that are demonstrating the potential to host one or more gold deposits," he said.

"It's quite a dramatic scenario to have prospectors discovering gold nuggets on your tenement – so we are rapidly moving forward with fieldwork and orientation surveys in the area."

An orientation soil geochemistry-sampling programme has commenced over several areas within the E47/1202 tenement, which have been the subject of intense prospector activity.

“Interestingly, the gold potential has been identified in a variety of geological settings, some of which were previously unrecognised and none of which have been adequately explored,” said Mr Seneque.

Results of the programme will provide information on the distribution of the gold within the regolith profile and will assist in determining the best and most cost effective method to evaluate the broader area of interest. A programme of regolith and bedrock mapping, rock chip sampling will also be completed over the area.

This potential is demonstrated by Railway Bore, a new gold prospect for Fox, located approximately 12km southeast of Radio Hill (Figure 2). The gold potential of the Railway Bore areas has recently been identified from re-assaying of regional soil samples for gold over a broad spaced (500m x 30m) soil sampling grid. Several anomalous areas have been identified, with individual samples returning up to a maximum of 1,080 ppb (1.0 g/t).

A follow-up augur soil sampling survey to better define the extent of the anomalies will commence next week.

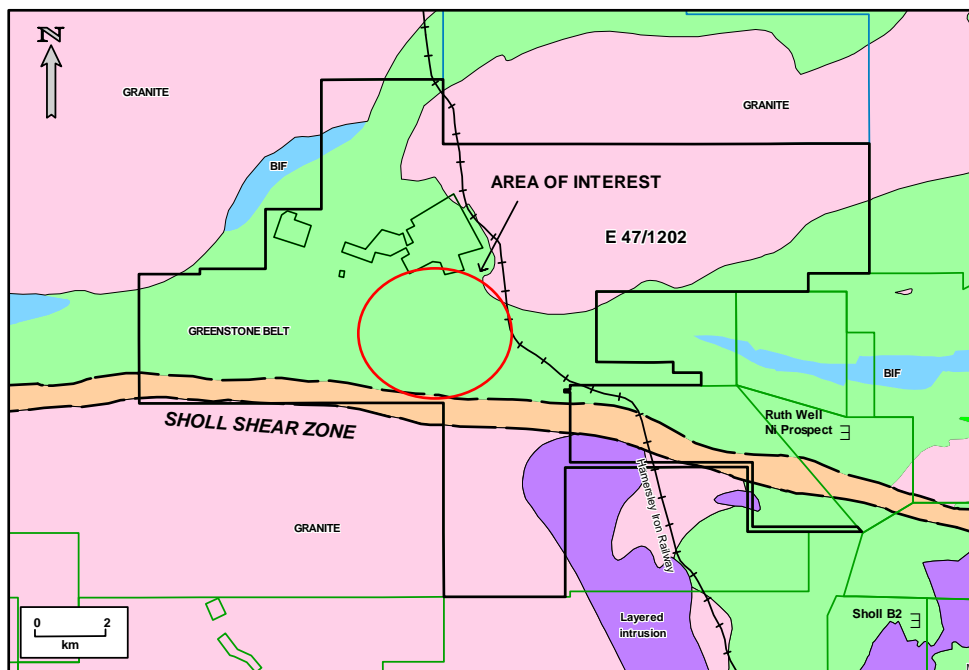
-ENDS-

**For further information, please contact:**

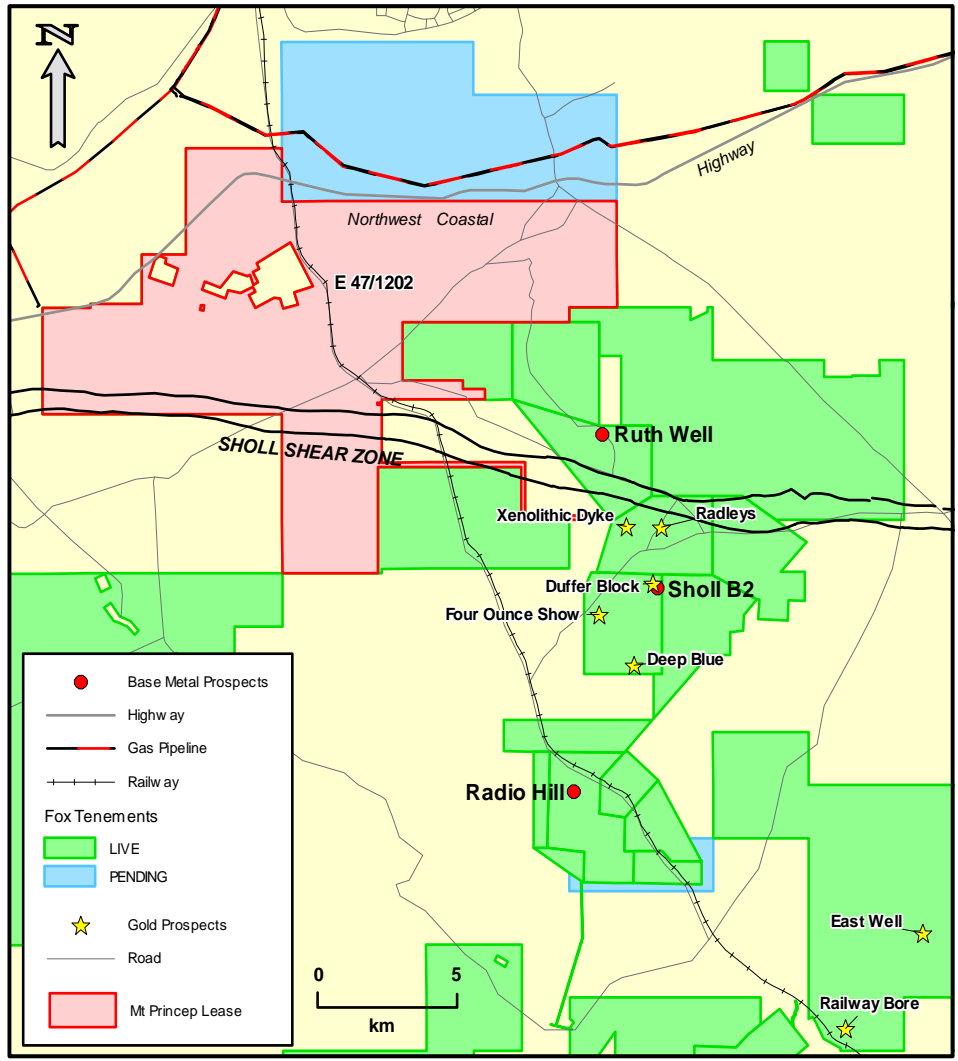
Bruno Seneque, Managing Director  
Ann Nahajski, Joint Company Secretary

+61 8 9318 5600  
+61 (0)400 205 433  
ann@amncorporate.com

**APPENDIX:**



**Figure 1: Area of Prospector Interest in Fox's E47/1202 exploration license**



**Figure 2: Fox's Gold Prospects (marked with Yellow Stars)**

## **About Fox Resources**

**Fox Resources** (ASX: FXR, Fox) is a nickel and copper exploration company with a substantial land holding in the Pilbara of Western Australia and established relationships with China.

Fox has a new operating strategy, based on capitalising the 300,000+ tonnes of stockpiled material to establish an initial five-year heap leaching operation. Part of this strategy is defining further base metal resources to incorporate into future heap leach operations.

The Company believes the implementation of a longer-term production strategy will drive positive cash flow in the near-term and deliver positive results for shareholders.

Gold exploration work being undertaken is on a new exploration license (E47/1202), west of the Ruth Well Project, granted in July of this year. This license covers a newly discovered alluvial field, from which prospectors have removed a significant amount of gold prior to the tenement being granted. Work will now focus on identifying the source of this mineralisation through a campaign of geological mapping and geochemical sampling.

Fox is entering a new era of growth with a strengthened team, new direction and several near-term opportunities.

### **COMPETENT PERSONS STATEMENT**

The information within this report as it relates to mineral exploration results and geophysics is based on information compiled by Fox Resources Ltd and William Amann and Adrian Black of Newexco Services Pty. Ltd. William Amann and Adrian Black are members of the Australian Institute of Geoscientists and have sufficient experience, which is relevant to this style of mineralisation and deposit under consideration to qualify as a Competent Person as defined in the 2004 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". William Amann and Adrian Black consent to the inclusion in the report of the matters based on the information in the form and context in which it appears.