



ASX / MEDIA ANNOUNCEMENT

19th October 2010

CARBINE STRENGTHENS STRATEGIC LAND HOLDING IN BURKINA FASO TO 1367 SQKMS

HIGHLIGHTS

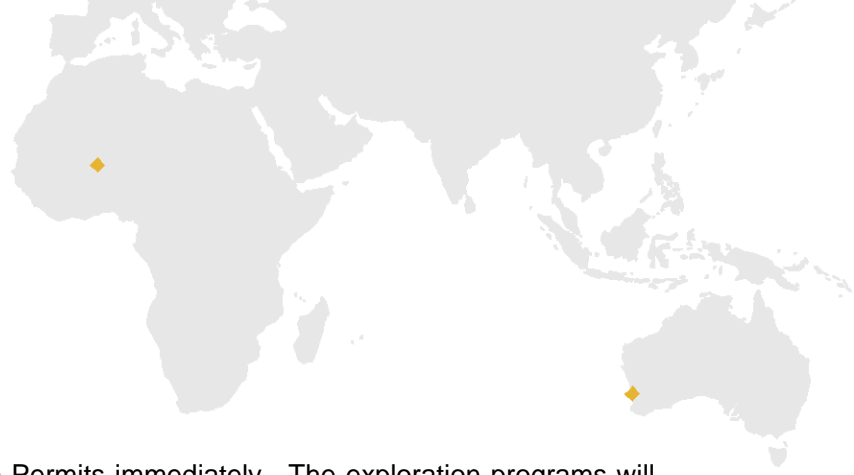
- ◆ **Two new exploration Permits acquired for an additional 240sq. kms.**
- ◆ **Total land holding now 1,367 sq. kms.**
- ◆ **Permits overlie significant quantities of Birimian Greenstone. Very strong structural deformation associated with the Ouahigouya Deformation Corridor is evident from regional surveys over both Permits.**
- ◆ **Permits are adjacent to Carbine's newly acquired Dabinyan I Permit and very close to the Madougou Permit where recent and historical scout drilling returned results of 56m at 1.6g/t gold, 4m at 9.6g/t gold, 8m at 20.9g/t, 10m at 6.7g/t gold and 14m at 4.8g/t gold.**
- ◆ **Aggressive exploration programs will start immediately.**

Carbine Resources Limited (ASX: CRB, CRBO) is pleased to announce that it has entered into an agreement to earn up to 100% of 2 important new exploration Permits in the area of its Madougou Project, in Burkina Faso, West Africa (Figure 1). The new Permits, Ban and Koumbre are situated directly to the east of Carbine's existing Permits, Dabinyan 1, Madougou and Kandy and to the west of Carbine's other Permits, Lossa and Dere. The Madougou and Kandy Permits form part of the initial JV with Ampella Mining where Carbine can earn up to 80%. Total land holding has now increased from the initial JV holding of 465 square kilometres to 1,367 square kilometres (Figure 2).

The new Permits have had no modern day exploration. Regional surveys and preliminary mapping show them to overlie significant quantities of Birimian Greenstone, and to contain zones of intense structural deformation associated with the Ouahigouya Deformation Corridor. These are the same lithologies and deformation zones that exist on or pass through all Carbine's other Permits, including the Madougou Permit. Recent and historical scout drilling on the Madougou Permit returned intersections of 56m at 1.6g/t gold, 4m at 9.6g/t gold, 8m at 20.9g/t, 10m at 6.7g/t gold and 14m at 4.8g/t gold.



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Carbine intends to start exploration on these Permits immediately. The exploration programs will include regional mapping, soil and auger geochemistry together with high resolution aeromagnetics and radiometrics surveys.

The terms of the agreements include limited up-front payments with further staged payments over 3 years to allow Carbine Resources to acquire 100% of each Permit should exploration results support such undertakings. Negotiations are currently underway for additional Permits and full terms and conditions of each agreement will be released in due course.

Executive Director Exploration, Aoife McGrath commented that Management is very happy with these acquisitions. “These new Permits are a very important strategic acquisition for Carbine. They appear very prospective and signify another step forward in our consolidation of the area. Carbine has recently received the first tranche from its \$7million Placement and will be using these funds to commence exploration programs immediately”.

For further information, please contact:

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The information in this report that relates to exploration results is based on information compiled by Aoife McGrath who is a member of the Australian Institute of Geoscientists. Aoife McGrath is employed by Carbine Resources Ltd. Aoife McGrath has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity she is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the “Australian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves”. She consents to the inclusion of the matters based on information in the form and context in which it appears.





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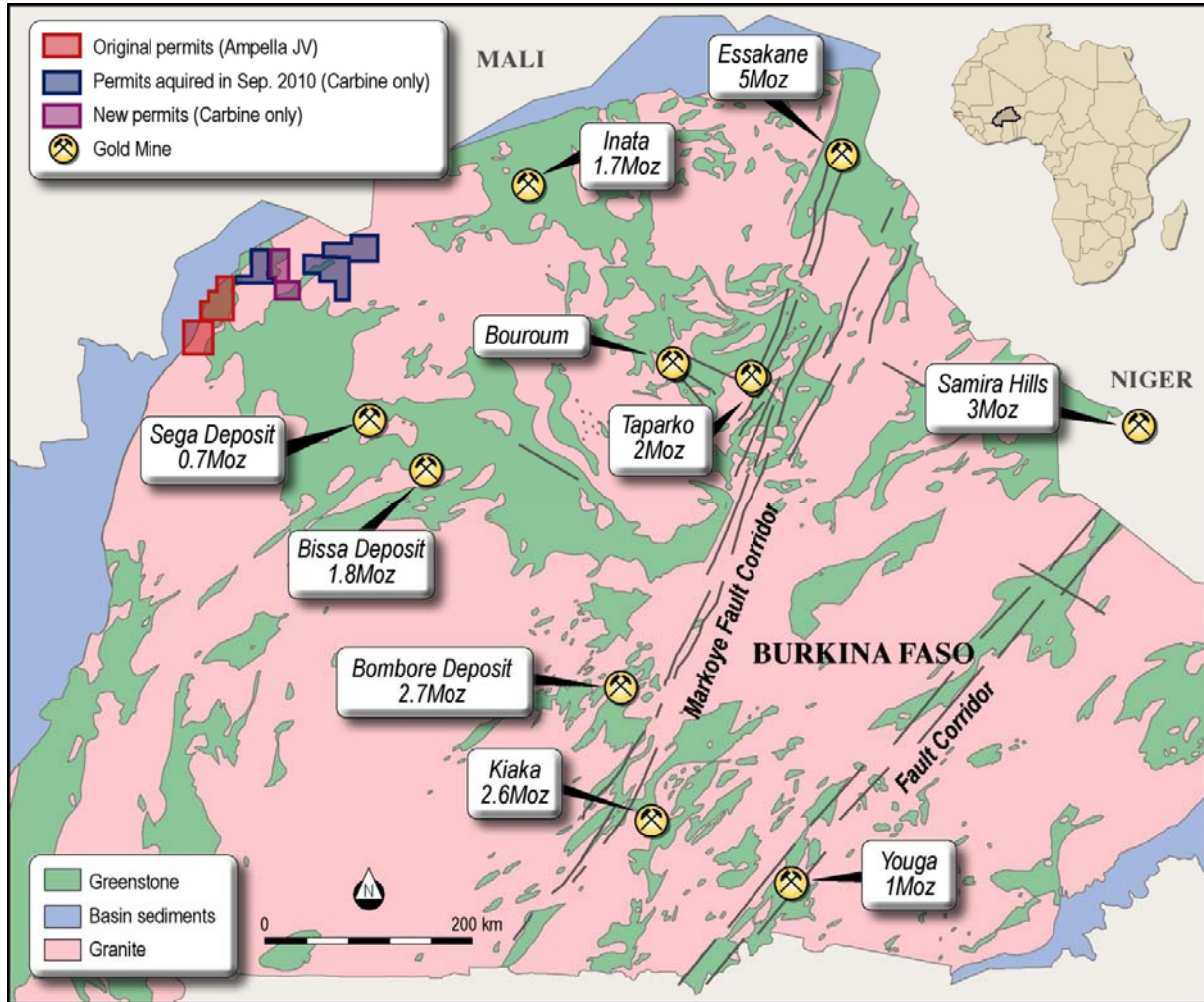


Figure 1: Diagram showing the location of the Madougou Project in Burkina Faso. The two original Permits under JV with Ampella Mining (Madougou and Kandy) are shown within the red oval. The three Permits acquired in September 2010 (Dabinyan I, Lossa and Dere) are shown within the blue ovals and the two new Permits (Ban and Koumbre) are shown within the purple oval.





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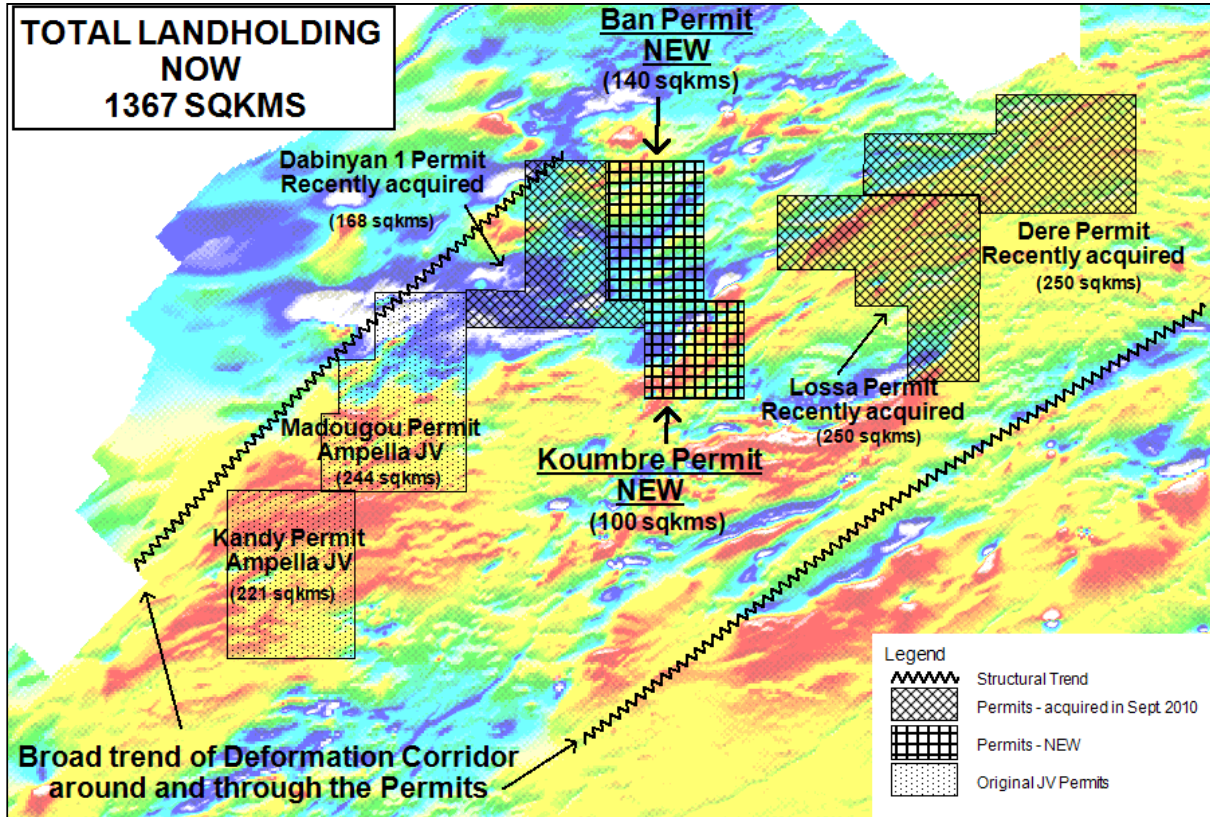
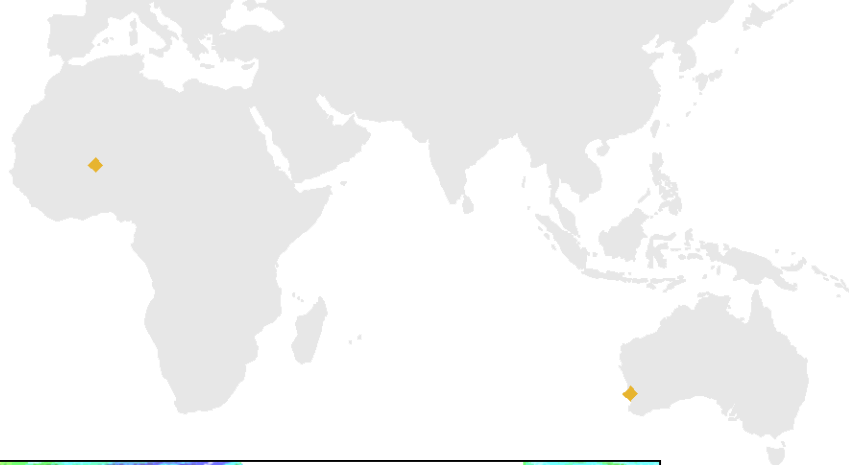


Figure 2: Map showing the location of all Carbine Permits and their surface area, overlain on a regional resolution aeromagnetic image. Kandy and Madougou Permits form part of the JV with Ampella Mining, Dabinyan I, Lossa and Dere Permits were acquired in September for Carbine Resources and Ban and Koumbre Permits are the new acquisitions for Carbine Resources.

