

ASX RELEASE
10th June 2010

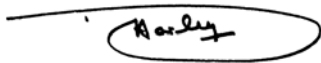
**FURTHER METALLURGICAL DRILLING RESULTS -
MOUNT GUNSON COPPER PROJECT, SA**

Since the Company's release of 28th May 2010, assays have been received for the 3 samples bounding the intersections listed for MGD 64 and 66, previously selected by the metallurgical laboratory for rock mechanical testing and therefore not assayed.

The first sample, immediately above the MGD 64 intersection, was below the 0.8% copper cut-off grade quoted previously but the other two, immediately above and below the previously announced MGD 66 intersection, were 1.4% and 3.0% respectively. This widens the previous intersection of 2m @ 3% copper to 3m @ 2.4% copper, between 62.9 and 65.9m depth.

In the meantime, early results from the metallurgical test work on samples from the MG14 deposit have confirmed the very low ball mill work index and abrasion index results achieved in previous test work, implying relatively low power consumption in a treatment plant.

Meetings in Sydney earlier this week have progressed the Company's BFS funding efforts and revealed eligibility for payment of a smelter credit for the approximately 10 ounces of silver per tonne in the MG14 copper concentrate. This credit, estimated to be worth approximately \$US 150 per tonne of concentrate, should improve the previously modelled financial return of the MG 14 deposit, which excluded any silver credit.



D N HARLEY
MANAGING DIRECTOR

Investor Enquiries:

Telephone: 08 9226 3130
Facsimile: 08 9226 3136
Email: enquiries@gunson.com.au
Website: www.gunson.com.au
Address: PO Box 1217,
West Perth, Western Australia, 6872

ATTRIBUTION

The information in this report that relates to exploration results, mineral resources and ore reserves is based on information compiled by Mr D N Harley, who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Harley 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Harley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.