



ASX Release

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Issued Capital:
146.6 million shares

ASX Symbol: OVR

POTENTIAL FOR EXPANDED MINING OPERATION CONFIRMED – YUKON BASE METAL PROJECT

- Analytical results returned from final diamond core holes drilled at the Yukon Base Metal Project during 2010.
- Strike extent of shallow high-grade mineralisation at the Darcy Zinc Deposit doubled to 400 metres, with new results including:
 - 18.0 metres at 6.8% zinc from 15 metres
 - 6.0 metres at 7.4% zinc from 30 metres
 - 23.0 metres at 4.7% zinc from 90 metres
 - 16.0 metres at 4.1% zinc from 42 metres
- Mineralisation at the Darcy Zinc Deposit remains open along strike and at depth.
- Considerable potential to increase the open pit mining inventory at the Darcy Zinc Deposit.
- Thick sequences of shallow mineralisation identified at the Darin Prospect, with new results including:
 - 20.5 metres at 3.6% zinc
- Potential to also develop a satellite open pit at the Darin Prospect.
- JORC Code compliant mineral resource now being recalculated.
- Significant potential to expand the scale of the proposed mining operation at the Yukon Base Metal Project, by developing numerous satellite open pits to feed a centralised processing facility.

Overland Resources Limited (ASX: OVR, "Company") is pleased to advise that it has received analytical results from the final nine (9) diamond core holes drilled at the Yukon Base Metal Project during 2010 (together with previously un-released results from the bottom of drill hole DY10-025). Six (6) of these holes were drilled to evaluate the Darcy Zinc Deposit and three (3) were drilled at the Darin Prospect.

The 2010 exploration and diamond drilling program has been extremely successful. It has considerably improved the potential to develop a viable mining operation at the Yukon Base Metal Project.

Key outcomes of the 2010 exploration program were:

- Further discovery of new mineralisation;
- Strike length of the Darcy Zinc Deposit doubled; and
- Understanding of the mineralisation at the Darin Prospect enhanced.

The possible positive and value adding impact of these outcomes on the development of a mining operation at the Yukon Base Metal Project include:

- Potential to continue to grow the resource base;
- Confirmed potential to develop a longer life mining operation; and
- Potential to reduce operating costs through an increased scale of operation.

The Company is now upgrading the JORC Code compliant resource from which a new mine design and mining schedule will be developed. Considerable further exploration is also planned.

Darcy Zinc Deposit

The Darcy Zinc Deposit is located approximately 600 metres southeast of the Andrew Zinc Deposit. Mineralisation is shallow and high grade. Previously announced results from the 2010 diamond drilling program include:

- **19.0 metres at 8.4% zinc from 33.0 metres, and**
- **8.0 metres at 19.4% zinc from 80.0 metres**

Subsequent drilling at the Darcy Zinc Deposit (drill holes DY10-026, and DY10-028 to DY10-031; see Table 2) has intersected further thick, shallow zinc mineralisation, including:

- **18.0 metres at 6.8% zinc from 15.0 metres**
- **6.0 metres at 7.4% zinc from 30.0 metres**
- **23.0 metres at 4.7% zinc from 90.0 metres**
- **16.0 metres at 4.1% zinc from 42.0 metres**
- **9.0 metres at 4.6% zinc from 58.0 metres**
- **10.5 metres at 4.5 % zinc from 98.0 metres**

Drilling difficulties at the western end of the known mineralisation at the Darcy Zinc Deposit prevented DY10-027 (and re-drilled holes DY10-027a and DY10-027b) from penetrating below 44 metres depth. As such the main target zone at the western end of the deposit remains to be tested. Regardless, analytical results from these shallow holes indicate that the mineralisation at the Darcy Zinc Deposit continues further west. An upper zone of mineralisation was intersected in all three attempted holes (shallower than the interpreted position of the main mineralised zone), with results including:

- **4.5 metres at 4.4% zinc from 31.0 metres**

Drilling at the Darcy Zinc Deposit during 2010 has increased the known strike extent of the deposit to over 400 metres. This is double the previously known strike extent. A new resource for the Darcy Zinc Deposit is currently being calculated.

The full extent of the mineralisation at the Darcy Zinc Deposit is still to be defined, with mineralisation remaining open in both directions along strike and at depth. The Company believes that further drilling in 2011 will facilitate delineation of additional resources.

Sufficient information is however available to begin to incorporate open pit mining at the Darcy Zinc Deposit into the life of mine plan for the development of the Company's Yukon Base Metal Project. This will be undertaken on completion of the resource recalculation.

Darin Prospect

The Darin Prospect is located 2,000 metres to the southeast of the Andrew Zinc Deposit. Recently received analytical results from relatively widely-spaced drilling at the Darin Prospect indicate a large mineralised system is present. Diamond drill hole DN10-019 intersected thick, shallow mineralisation, namely:

- **20.5 metres at 3.6% zinc from 19.5 metres**

Drilling undertaken during 2010 has greatly improved the understanding of the geological controls on mineralisation at the Darin Prospect. Work is now underway to evaluate the potential to incorporate this shallow mineralisation into the life of mine plan for the Yukon Base Metal Project. An inaugural JORC Code compliant resource is being calculated. Further drilling in 2011 is planned.

JORC Code Compliant Resource Upgrade and Revised Mining Schedule

The Company is currently upgrading the JORC Code compliant resource for the Yukon Base Metal Project, incorporating the results from the 2010 drilling undertaken at the Darcy Zinc Deposit and the Darin Prospect.

Upon completion of the resource recalculation the Company will develop a new mine design and schedule for the Yukon Base Metal Project.

The Company is confident that the shallow open pit mining inventory at the Darcy Zinc Deposit will be increased substantially. There may also be scope to develop one or more open pits at the Darin Prospect. This is expected to have a significant positive impact on the economics of developing a long term mining operation at the Yukon Base Metal Project.

Exploration Potential

Considerable exploration upside remains at both the Darcy Zinc Deposit and the Darin Prospect, where in both cases mineralisation remains open in all directions. There is also substantial exploration potential elsewhere at the Yukon Base Metal Project.

The Company intends continuing to explore the Yukon Base Metal Project for new resources to support the establishment of a mining operation.

Yukon Base Metal Project – Overview

The Yukon Base Metal Project covers approximately 100km² over and around the high grade Andrew and Darcy Zinc Deposits in the highly prospective and under explored Selwyn Basin of the Yukon Territory, Canada. Overland Resources Limited holds a 90% interest in the Project.

The present JORC Code compliant resource for the Yukon Base Metal Project, applying a 2% zinc cut, off is:

8.95 million tonnes at 6.3% Zn and 1.2% Pb

Classification	Tonnes	Zn (%)	Pb (%)
Measured	1,610,000	5.5	1.7
Indicated	4,690,000	6.2	1.6
Inferred	2,650,000	6.8	0.3
TOTAL	8,950,000	6.3	1.2

Table 1. Yukon Base Metal Project JORC compliant mineral resource

The Yukon Base Metal Project provides the Company with an exceptional opportunity to develop a viable mining operation in a jurisdiction that is particularly supportive of new mine developments.

Hugh A Bresser
Managing Director

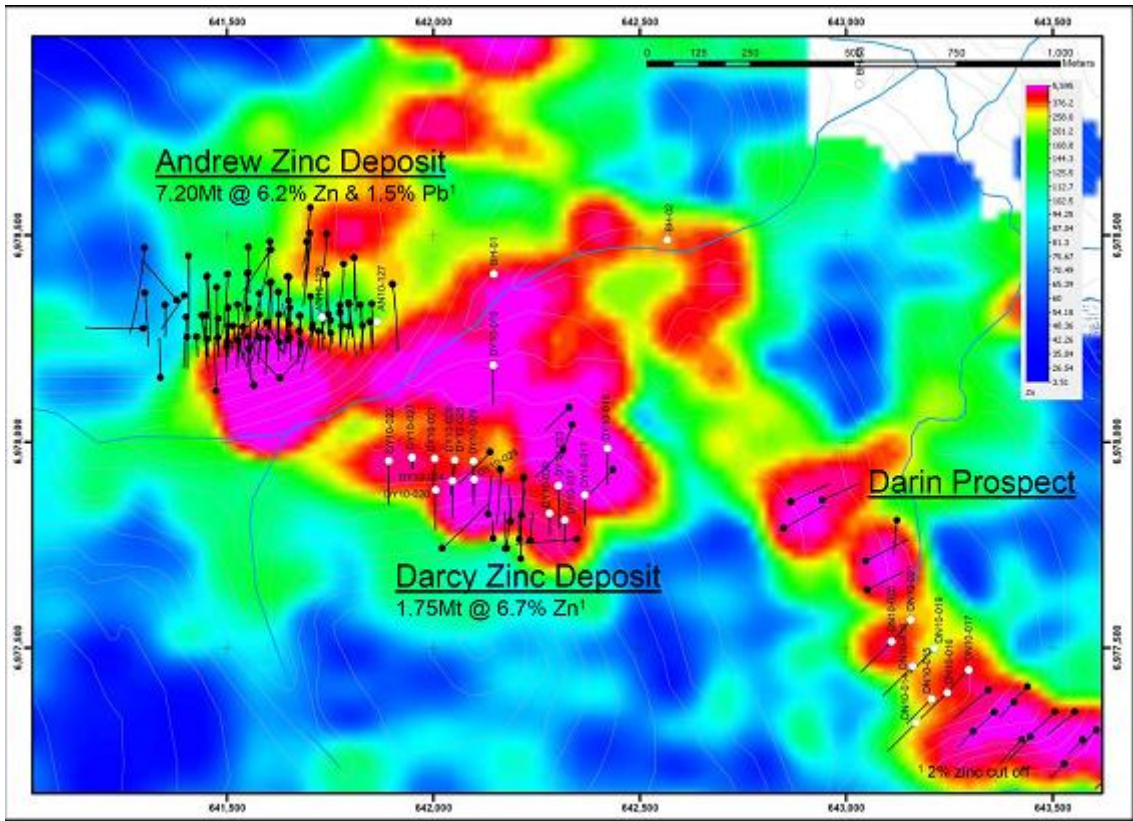


Figure 1. Andrew and Darcy Zinc Deposits hosted in a 2,500 metre long anomalous zinc in soil geochemistry corridor.

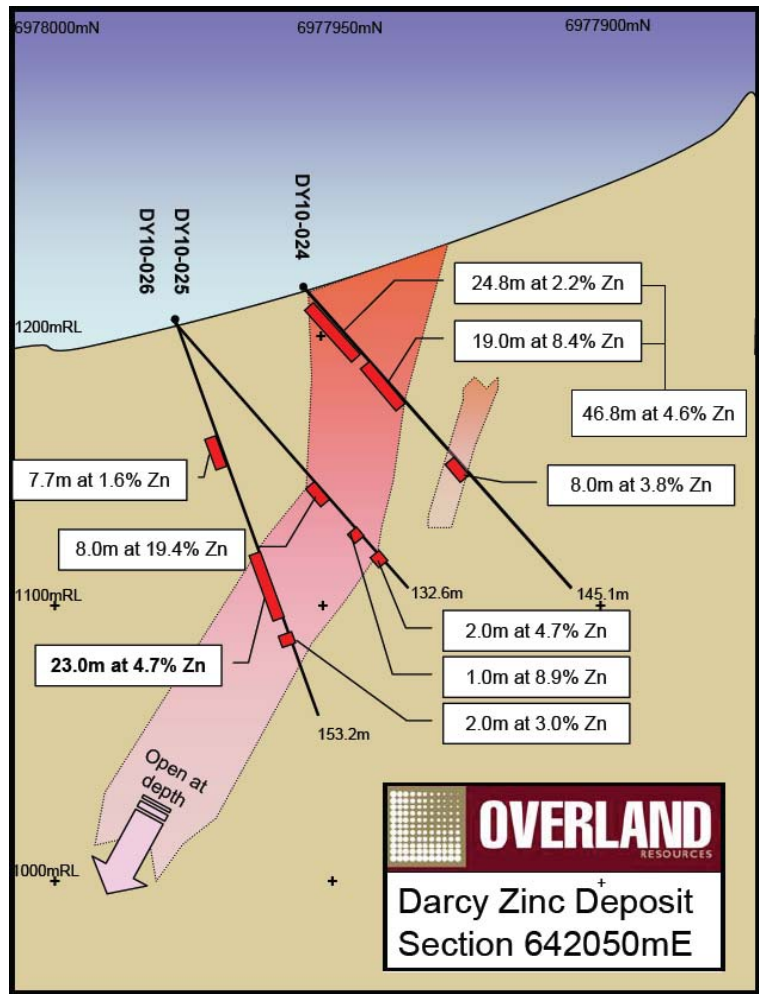


Figure 2. Cross section through the Darcy Zinc Deposit at 642050mE showing drill holes DY10-024, DY10-025 and DY10-026

Table 2. Significant mineralised intercepts from recently completed diamond drilling at the Yukon Base Metal Project.

Deposit / Prospect	Hole ID	Type	NAD 83 Zone 8 EAST	NAD 83 Zone 8 NORTH	Azimuth	Dip	Total Depth (m)	Significant Intersections/Comments
DARCY	DY10-025	Diamond	642051	6977956	180	-50	132.6	8.0m @ 19.4% Zn from 80.0m 1.0m @ 8.9% Zn from 105.0m 2.0m @ 4.7% Zn from 118.0m
	DY10-026	Diamond	642051	6977956	180	-70	153.2	7.7m @ 1.5% Zn from 53.3m 23.0m @ 4.7% Zn from 90.0m 2.0m @ 3.0% Zn from 122.0m
	DY10-027	Diamond	641948	6977962	180	-50	40.2	5.0m @ 2.7% Zn from 31.0m Hole failed to test target zone
	DY10-027a	Diamond	641948	6977961	180	-50	44.2	2.0m @ 4.6% Zn from 34.0m Hole failed to test target zone
	DY10-027b	Diamond	641948	6977962	180	-50	42.0	4.5m @ 4.4% Zn from 31.0m Hole failed to test target zone
	DY10-028	Diamond	642099	6977909	180	-50	97.5	3.0m @ 1.1% Zn from 40.0m 3.2m @ 4.2% Zn from 48.8m 9.0m @ 4.6% Zn from 58.0m 4.0m @ 5.2% Zn from 72.0m
	DY10-029	Diamond	642097	6977953	180	-50	134.1	3.3m @ 1.8% Zn from 79.0m 10.5m @ 4.5% Zn from 98.0m 1.0m @ 5.3% Zn from 113.0m 1.0m @ 9.7% Zn from 118.0m
	DY10-030	Diamond	642281	6977827	180	-50	83.8	18.0m @ 6.8% Zn from 15.0m 16.0m @ 4.1% Zn from 42.0m 2.0m @ 11.5% Zn from 67.5m
	DY10-031	Diamond	642318	6977810	180	-50	88.5	2.0m @ 1.5% Zn from 25.0m 6.0m @ 7.4% Zn from 30.0m
DARIN	DN10-019	Diamond	643214	6977499	225	-50	131.1	20.5m @ 3.6% Zn from 19.5m
	DN10-020	Diamond	643110	6977516	225	-50	158.1	3.0m @ 1.8% Zn from 68.0m
	DN10-021	Diamond	643156	6977568	225	-50	131.1	NSR

The information in this report that relates to Mineral Resources or Ore Reserves is based on information compiled by Mr Peter Ball who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Peter Ball is the Manager of Data Geo. Mr Peter Ball 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 Peter Ball consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Result is based on information compiled by Mr Hugh Alan Bresser who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Hugh Alan Bresser is a Director of Overland Resources Limited, he 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'. Hugh Alan Bresser consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.