

14 April 2011

**AVANCO RESOURCES
LIMITED**

Level 1 / 33 Richardson Street
West Perth , Australia WA 6872

Tel: +61 8 9321 6600

Fax: +61 8 9200 4469

Contact:

Tony Polglase
Managing Director

E-mail: info@avancoresources.com

Tel: +61 8 9321 6600

For the latest news:

www.avancoresources.com

Directors / Officers:

Matthew Wood
Tony Polglase
Simon Mottram
Scott Funston
Colin Jones
Antonio Madalosso

ASX Symbol: AVB, AVBOB



SERRA VERDE COPPER PROJECT DRILLING UP-DATE

The Company is very pleased to report that drilling at Serra Verde continues to show great promise with continuous mineralisation now defined across four drill holes at the Pedro Prospect. Highly encouraged by early exploration success a second rig has been mobilised to Serra Verde and has already commenced drilling.

HIGHLIGHTS

- Exploration continues at Serra Verde (Figure 1) where sulphide copper mineralisation has now been defined in four drill holes at the Pedro Prospect.
- Hole ASVD-02 intersected 7.23m of primary copper sulphide mineralisation from 72.87m, and a further 0.65m of mineralisation from 90.45m (as announced previously¹).
- New hole ASVD-05 (collared below ASVD-02), intersected the mineralised zone (disseminated and semi-massive sulphides) over 13.95m and is terminated by 0.8m of semi-massive sulphide – chalcopyrite.
- Intersects are extremely encouraging, indicating that mineralisation at Pedro is thickening and continues to be open at depth.
- Early exploration success justifies the additional drilling rig which has mobilised and immediately commenced drilling in an effort to accelerate the programme.
- Avanco's 50,000m drill programme continues to gain traction with six drilling rigs now operational across the Serra Verde and Rio Verde Copper Projects.



ASVD-05. Disseminated, stringer and semi-massive chalcopyrite over a mineralised zone of 13.95m, results pending.



**Serra Verde Project
ASVD-05, results pending**



Early drill success at Serra Verde Project, ASVD-02

The Serra Verde programme has progressed extremely well such that the Company has mobilised an additional drilling rig. This follows intersections of copper sulphide mineralisation in holes ASVD 02, 03, 05 and 06, which are all adjoining on the 645200E section, and indicate thickening at depth. ASVD-05 is the deepest hole on section 645200E and is open at depth. The second rig is already operational and will accelerate the drill testing of the Pedro Prospect and the 2.5km Cu-Au anomalous trend¹ within which it is hosted.

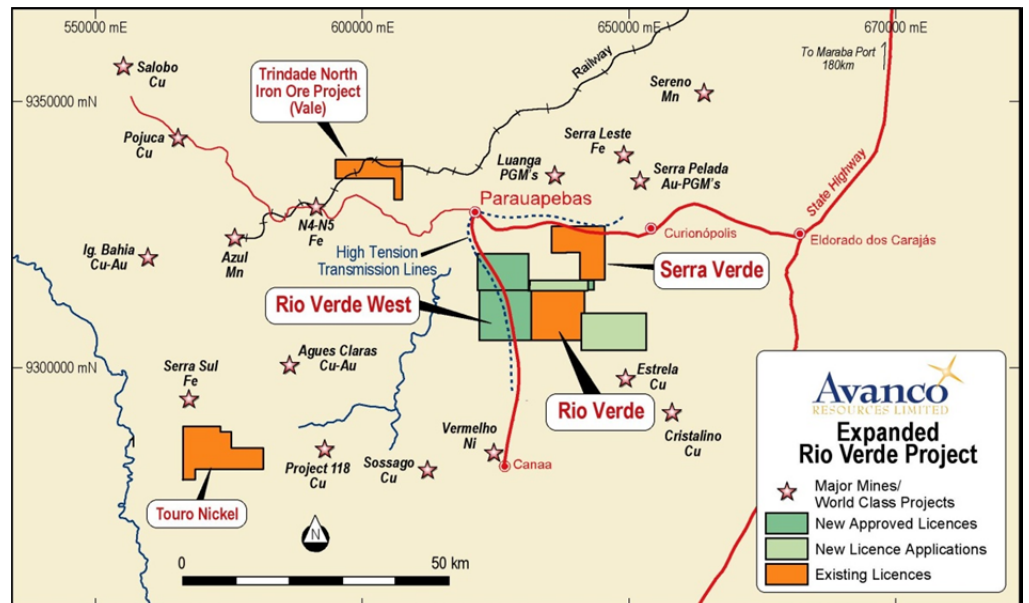
Nine holes for 909m have been completed at Serra Verde with completion of the 5,000 metre programme anticipated in two to three months. Samples from six Serra Verde drill holes are currently in the laboratory awaiting results.

Tony Polglase
Managing Director

1-ASX Announcement “Carajas Copper Exploration Update”, 02 March 2011.

The information in this report that relates to Mineral Resources and Exploration Results are based on information compiled by Mr Simon Mottram who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Mottram is a Director of Avanco Resources Limited. Mr Mottram 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 Mottram consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Figure 1. Location plan



SERRA VERDE COPPER PROJECT - PEDRO PROSPECT - DIAMOND DRILLING PROGRESS -2011

Hole ID	UTM-E	UTM-N	Dip	Az	Depth (m)	Status	From (m)	To (m)	Width (m)	Cu %
ASVD-01	644893	9323708	-50	140	70.3	Completed	At Laboratory			
ASVD-02	645200	9323450	-50	180	117.4	Completed	At Laboratory			
ASVD-03	645200	9323400	-50	180	81.00	Completed	At Laboratory			
ASVD-04	645200	9323350	-50	180	96.00	Completed	At Laboratory			
ASVD-05	645200	9323475	-50	180	132.50	Completed	At Laboratory			
ASVD-06	645200	9323425	-50	180	91.00	Completed	At Laboratory			
ASVD-07	645000	9323305	-50	180	90.60	Completed	At Core Yard			
ASVD-08	645000	9323255	-50	180	124.80	Completed	At Core Yard			
ASVD-09	644900	9323270	-50	180	105.60	Completed	At Core Yard			
ASVD-10	644600	9324050	-50	180		In progress				