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## **ASX Release**

# **ASX Code: AYA, AYAO**

## ACTIVITIES REPORT FOR THE QUARTER ENDED **30 JUNE 2011**

- Maiden scout drilling program completed subsequent to the end of the quarter intersects 4 metre coal seam from 50 metres depth at Talisker North coal project representing a potentially significant thermal coal discovery in underexplored coal basin.
- Additional drill program planning underway in light of success of maiden scout drill program.
- Management continues to evaluate other projects opportunities, both domestically and off-shore, to grow shareholder value.

During the quarter, the Company commenced exploration activities at the Talisker North Coal Project. The drilling program carried out earlier this month at the Company's Talisker North Coal Project has intercepted a 4 metre\* coal seam at 50 metres depth in one reconnaissance aircore drill hole, Tal-006. Two other holes also intersected coal (refer to Tables 1 & 2). Attila's drilling was targeting coal seams hosted by sediments of the Permian Wooramel Group which have been interpreted to be stratigraphically equivalent to the Collie and Irwin River coal measures.

Laboratory analysis of the coal chips recovered from the drilling program is currently underway to determine its quality and also palynological analysis to confirm its age. Historical analysis done by Griffin Coal suggests that the coal in the Talisker North Project is thermal coal and is of similar quality to the coal produced at Collie, Western Australia's only producing coal field. Full details of the analysis of samples obtained from the Company's recent drilling will be released to the market when available.

Given the success of the maiden scout drill program, stratigraphic correlation of the drill holes is underway and further work may include geophysical gravity survey work to model the basin. This will be followed by additional step-out drilling and down-hole geophysical logging of coal-bearing holes.

The Board has continued to evaluate potential acquisition opportunities during the quarter to grow shareholder value and this process is continuing. Whilst none of these opportunities progressed to a level that warranted disclosure to the market, the Board continues to review and evaluate suitable growth opportunities.

Attila's aim is to build a substantial company focusing on the exploration and development of mineral deposits. Whilst in the near term Attila will be focused on exploring and developing its Western Australian coal and gold assets, it will also actively pursue corporate opportunities, both domestically and internationally, to assist in achieving the Company's growth objectives.

## **Fast Facts**

Total Shares on issue 22m Options on Issue 12.5m Market capitalization 8.6m Cash \$2.0m Debt Nil

#### **Directors**

Mr Grant Mooney Dr Bernardo da Veiga Mr Zlad Sas

#### **Talisker North Coal**

- New coal discovery
- 577km<sup>2</sup> of granted tenure
- Under explored coal basin
- Coal intersected in maiden program
- 4m of coal @ 50m

#### Cotter's Run Gold

- 3 block Exploration Licences within St Ives - Junction structural corridor
- Prospective for gold

#### **Lefroy Gold**

- 2 ELA's covering over 50km<sup>2</sup> Eastern Gold Fields
- Prospective for gold and nickel



For further information please see <a href="https://www.attilaresources.com">www.attilaresources.com</a> or contact:

Dr Bernardo da Veiga Executive Director Phone: (08) 6142 0989

### **Competent Person Statement**

The information for this announcement is based on information compiled by Mr Zlad Sas BSc (Hons) who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Sas is a Director of Attila Resources Limited, and 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 Sas consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

## **Talisker North Coal Project**

The Talisker North Coal Project is located in the Byro sub-Basin on the eastern flank of the Carnarvon Basin, approximately 650 kilometres north of Perth. The Project is located approximately 45 kilometres north of Esso's 1980's Talisker coal discovery in the northern Perth Basin.

Attila completed 16 aircore holes for a total of 1,052 metres drilling to a maximum depth of 128 metres (refer to Table 2). Most drill holes were spaced 2 kilometres apart but some were spaced 1 kilometre apart along E-W and NW-SE trending station tracks that traverse the prospective Bogardie Syncline (refer to Figure 1). A total of 25 holes was originally planned, however, ground conditions and access prevented the program from being completed in full and 14 of the 16 holes failed to reach the planned depths of 120 metres.

Previous exploration in this region in the 1970's and 1980's by companies such as BHP, CRA and Griffin Coal, intersected Permian coal seams up to 2 metres thick similar in age and quality to coal measures in the southern basins of Western Australia (eg Collie and Irwin River). Historical reports suggest that these companies were targeting shallow (<100m vertical) coal seam(s) approximately 5 metres in thickness but failed in their objectives.

Attila holds tenure over two granted exploration licences in the Talisker area, E09/1564 and E09/1747, totalling 577km<sup>2</sup> over 190 Blocks (refer to Figure 1).

Table 1: TALISKER NORTH DRILL HOLES: COAL INTERCEPTS

Drill Hole	Easting	Northing	Azi/Dip	Top of Seam	Bottom of Seam	Seam Thickness*
Tal-006	0348021	7094020	Vertical	50m	54m	4.0m*
Tal-004	0346720	7095462	Vertical	124m	125m	>=1.0m*
Tal-012	0347934	7102058	Vertical	108m	109m	1.0m*

(Note: Estimated coal seam thickness' calculated from down hole lengths are almost the true estimated thickness of the coal seams as sediments are gently dipping at 1° to maximum of 10°.)

<sup>\*</sup>As no geophysical down-hole logs were carried out by Attila because of the reconnaissance nature of the drilling, the lithological variation of the coal seam interval is unknown and the thickness of the coal seam is an estimate and is reliant on visual logging of drill hole chips (see Figure 2).



## Table 2: TALISKER NORTH PROJECT

## **SUMMARY OF AIRCORE DRILL HOLES**

Drill Hole #	Easting	Northing	Azi/Dip	Depth of Hole	Top of Coal Seam	Bottom of Coal Seam	Coal Seam Thickness*	Comments
Tal-001	0342388	7087823	Vertical	37m	-	-	-	Hole failed to reach target depth
Tal-002	0343552	7096797	Vertical	30m	-	-	-	Hole failed to reach target depth
Tal-003	0345823	7096001	Vertical	107m	-	-	-	Hole failed to reach target depth
Tal-004	0346720	7095462	Vertical	125m	124m	125m	>=1.0m*	Hole ended in coal
Tal-005	0347452	7094596	Vertical	59m	-	-	-	Hole failed to reach target depth
Tal-006	0348021	7094020	Vertical	62m	50m	54m	4.0m*	Hole failed to reach target depth
Tal-007	0348582	7093628	Vertical	52m	-	-	-	Hole failed to reach target depth
Tal-008	0349050	7092972	Vertical	35m	-	-	•	Hole failed to reach target depth
Tal-009	0342705	7103809	Vertical	32m	-	-	-	Hole failed to reach target depth
Tal-010	0344709	7103717	Vertical	35m	-	-	-	Hole failed to reach target depth
Tal-011	0346721	7102679	Vertical	81m	-	-	-	Hole failed to reach target depth
Tal-012	0347934	7102058	Vertical	128m	108m	109m	1.0m*	
Tal-013	0349531	7101230	Vertical	109m	-	-	-	Hole failed to reach target depth
Tal-014	0350407	7100781	Vertical	102m	-	-	-	Hole failed to reach target depth
Tal-015	0351707	7100793	Vertical	41m	-	-	-	Hole failed to reach target depth
Tal-016	0351735	7098770	Vertical	17m	-	-	-	Hole failed to reach target depth

(Note: Estimated coal seam thickness' calculated from down hole lengths are almost the true estimated thickness of the coal seams as sediments are gently dipping at 1° to maximum of 10°.)

<sup>\*</sup>As no geophysical down-hole logs were carried out by Attila because of the reconnaissance nature of the drilling, the lithological variation of the coal seam interval is unknown and the thickness of the coal seam is an estimate and is reliant on visual logging of drill hole chips.



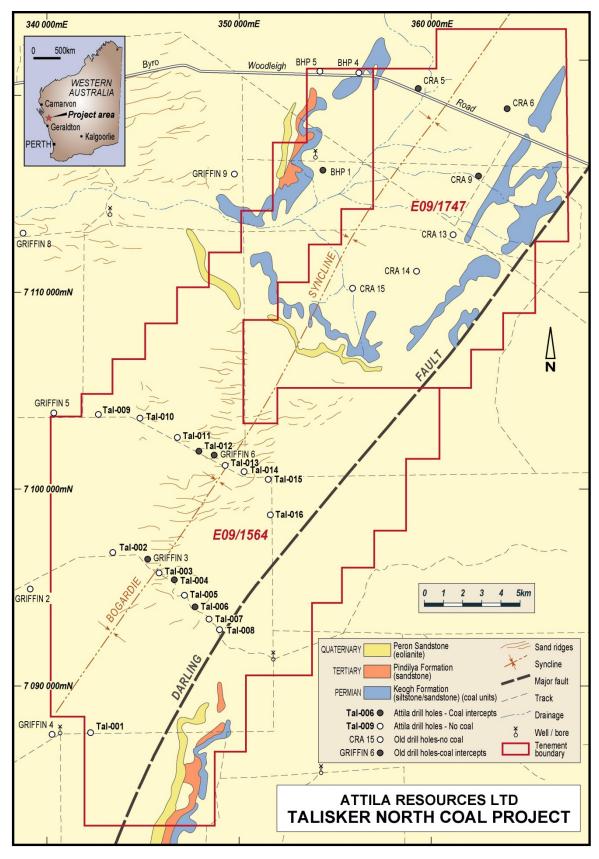


Figure 1 Talisker North Coal Project





**Figure 2** One metre drill chip recovery piles from aircore hole Tal-006 showing the coal seam intercept (in black) from 50m-54m.



## **Cotters Run Project**

The Cotters Run Project comprises a three-block exploration licence E15/1120 that cover a known gold occurrence within the structural corridor of the strongly-mineralised St Ives-Junction Gold Belt (>8moz endowment). Previous exploration at Cotters Run by Billiton Australia and Acacia Resources during the period 1989 to 2003 delineated an area of Au soil anomalism at the Le Mans Prospect.

The regional structural location, a local anticlinal closure immediately to the west of the Boulder-Lefroy Fault, indicates strong prospectivity in this structural environment. The greater St Ives-Junction area is well-recognised for the development of 'blind' gold lodes associated with flat-lying thrusts, and any near-surface gold occurrence within the Boulder-Lefroy corridor warrants detailed evaluation.

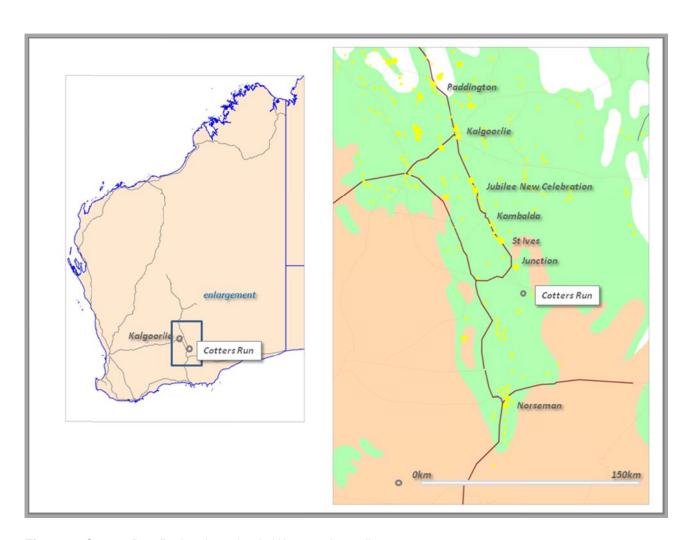


Figure 3: Cotters Run Project Location in Western Australia



## **Lefroy Project**

The Lefroy project comprises two exploration licence applications in an area 80km southeast of Kalgoorlie jointly known as the Lefroy Project. E15/1227 is an eight-block (23km2) licence covering a segment of greenstone terrain within the prospective Hogans Find structural zone located 19km east of Kambalda. E15/1228 is a 9 block (26km2) application a further 8km to the east that contains magnetic chert/BIF stratigraphy within the Mt Belches sedimentary sequence.

A review of previous exploration available from The Department of Mines and Petroleum (DMP) Open File reports shows that the tenement areas are lightly explored with partial surface geochemical coverage and no reported drilling on E15/1227 or E15/1228.

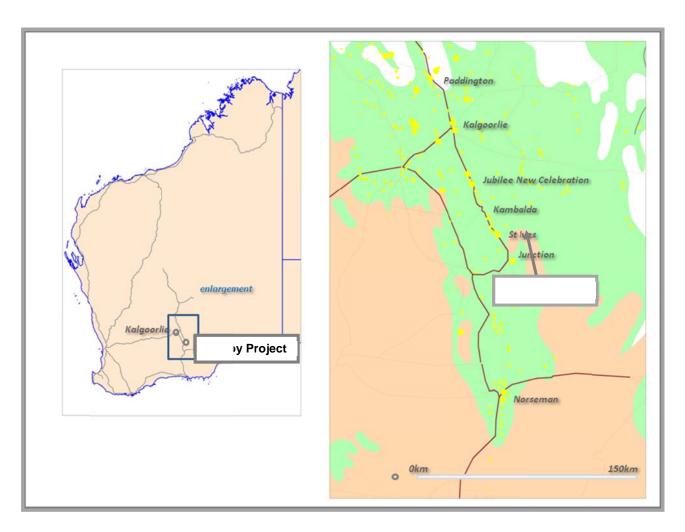


Figure 4: Lefroy Project Location in Western Australia