



ASX / MEDIA ANNOUNCEMENT

17 August 2011

ATTILA EXPANDS HOLDING OF UNDER-EXPLORED COAL BASIN AT TALISKER NORTH

HIGHLIGHTS

- **6 additional exploration licence applications lodged increasing Attila's tenement holding to 1922 km²**
- **Additional applications effectively lock up the coal bearing geology in new exciting coal basin**
- **Discovery of a 4 metre coal seam intersected from 50 metres depth in maiden scout drilling program**
- **Coal quality similar to Collie Coal Fields**

Attila Resources Limited (ASX: AYA, AYAO) is pleased to announce that it has increased its tenement holding in the Talisker North region to 1922km² through the application for an additional 6 exploration licences totalling 1,345km² over 436 Blocks (refer to Figure 1). This establishes Attila as the majority landholder of the under-explored Talisker North Coal Basin.

Earlier last month, a drilling program carried out at the Company's Talisker North coal project intercepted a 4 metre coal seam from 50 metres depth in one reconnaissance aircore drill hole, Tal-006. The discovery hole is located on the eastern side of the axis of the prospective Bogardie Syncline, in an area where no exploration drilling has been carried out previously by other companies.

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). Attila's drilling is 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.

Attila's 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 (refer to Figure 1). Mines Department records of Esso's Talisker deposit indicate a large, (non-JORC) resource of bituminous coal of Permian age that consists of 2 coal seams with a total thickness of 2.3m down to 120m depth.

Attila has received the first results of coal analysis for samples taken from aircore holes drilled at the Company's Talisker North coal project which indicate a thermal coal that compares favourably in quality to Collie coal.



The calorific value of Talisker North coal is 4348 kcal/kg on an "as received" basis, 4396 kcal/kg on an "air dried" basis, and 5447 kcal/kg on a "dry" basis. The calorific value of Talisker North coal is 7263 kcal/kg on a "dry ash-free" basis and is also comparable in calorific value to Collie coal on this basis.

Given the success of the maiden scout drill program, the Board of Attila is now planning a step-out drilling program from hole Tal-006 to assess the potential of this discovery. This will also allow the recovery of larger amounts of coal sample to enable the Company to carry out further analytical test work of the Talisker North coal, including analysis to determine suitability for export.

Attila's Chairman, Mr Grant Mooney said in relation to the new applications:

"Attila is extremely pleased to have lodged exploration licence applications that effectively lock up the entire Talisker North Coal Basin. Upon granting, Attila will have secured a total of 1922km² of highly prospective coal bearing geology covering a region previously targeted by major mining companies but left largely unexplored. Additional work programs are already being planned to follow up Attila's successful maiden scout drilling program where a 4m coal seam was intersected. We are excited to recommence work programs on Western Australia's latest thermal coal discovery."

For further information please see www.attilaresources.com or contact:

Grant Mooney

Chairman

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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 Ltd, 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.

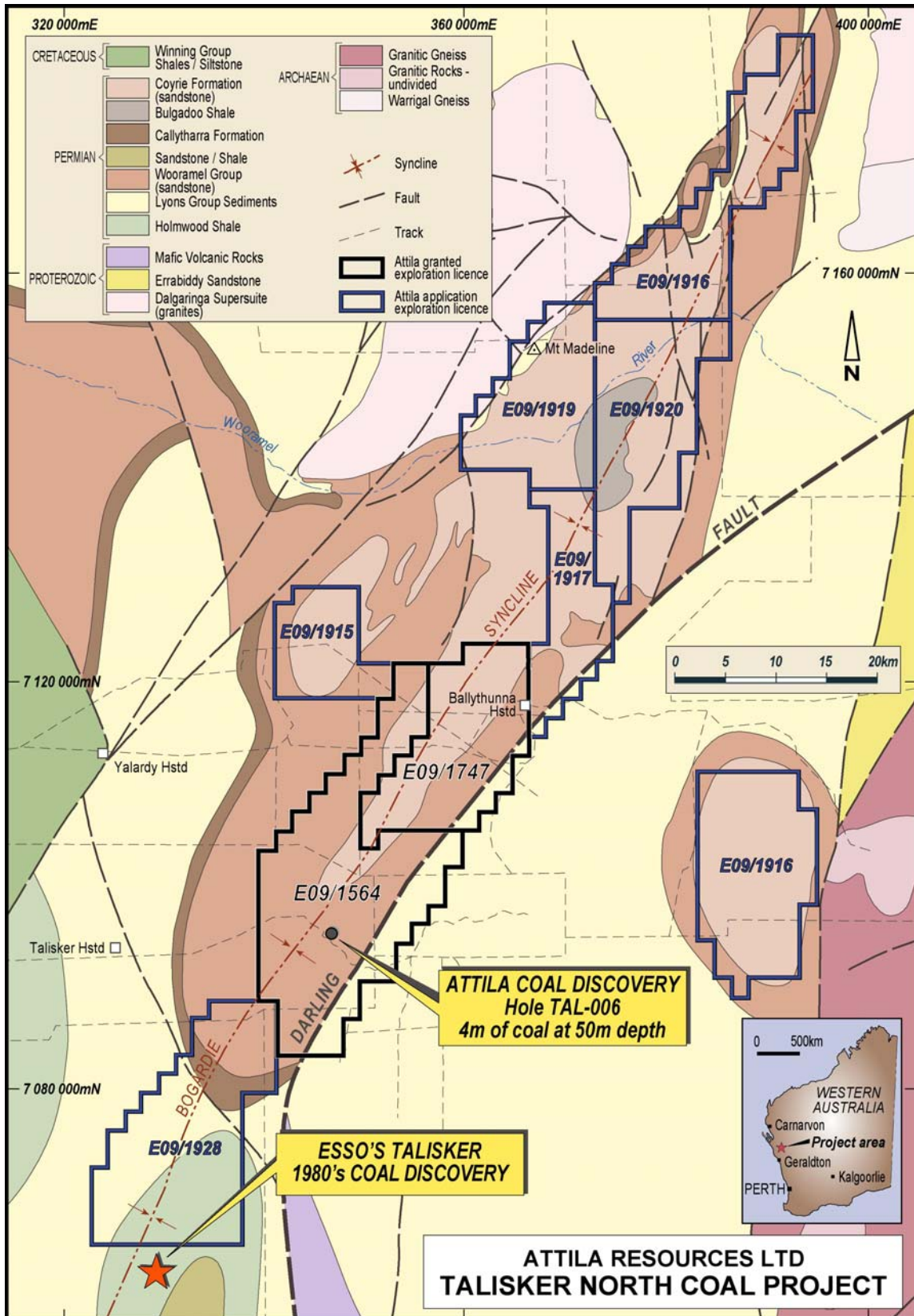


Figure 1: Talisker North Coal Project