

8 March 2011



ASX Release Royalty Buy-back

Cobar Consolidated Resources Limited (ASX:CCU) announced today that it had agreed to buy back the royalty payable to CBH Resources Ltd under the Wonawinta Joint Venture Agreement for \$1.7 million.

Under the terms of the Joint Venture Agreement, as a result of Cobar's expenditure, CBH's interest had been diluted to a royalty. Concurrent with royalty buy-back the Company has executed a deed to transfer CBH's remaining interest in the joint venture tenements and terminate the joint venture.

Investor and media enquiries;
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Company Secretary
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About CCU: *Cobar Consolidated Resources is developing the Wonawinta silver project, 85km south of Cobar in western New South Wales. Wonawinta has an indicated and inferred resource of 51M ounces of silver including a probable ore reserve of 14M ounces silver. Cobar expects to become a global scale silver producer at Wonawinta with production forecast at 2.5M ounces silver per annum, commencing in the December quarter of 2011. Refer to the Company's previous announcements for details of the Wonawinta Silver Project.*

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