

02 August 2011

Kidman Resources Limited (ASX: KDR) is an Australian listed company focused on the exploration and development of its Base Metal and Rare Earths discoveries in New South Wales and the Northern Territory.

ASX Codes:
KDR – Ordinary Shares
KDRO – Listed Options

Market Cap:
\$17.65M @ \$0.415 per share
(01/8/2011)

Projects:
Crowl Creek (100%) –
Copper/Silver/Gold /Lead/Zinc
– Lachlan Fold Belt, Central NSW

Hale River (100%) – Rare Earths
– Alice Springs NT

Investment Highlights:

- 27m @6.08% Cu from 24m at Blind Calf NSW prospect
- Multiple Copper lodes identified at Blind Calf prospect open at depth
- Follow up drilling & geophysical program to test vertical continuity and near surface potential
- Hale River NT rock chip sampling yielded up to 1.66% REO

Issued Capital:
42,532,508 ordinary shares
10,641,252 listed options (20c Nov 2013)

Directors:
Garrick Higgins – Non Exec Chairman
Shane Mele – Executive Director
Nicholas Revell – Non Exec Director

Company Secretary:
Melanie Leydin

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COMPLETION OF PHASE 3 DRILLING & FINAL RESULTS AT BLIND CALF

Highlights

- **Phase 3 drilling confirms 3 significant Copper discoveries with mineralisation open at depth at Dunbar, Blind Calf, and Hilltop Lodes**
- **A gold-lead-zinc lense has also been intersected 180m west of Dunbars which is indicative of Cobar-style deposits**
- **Highlights from the Phase 3 program include;**
 - Dunbars:**
KD11-17 27m @ 6.08% Cu, 7.68g/t Ag, from 24m
Including 9m @ 11.8% Cu, 14.85g/t Ag from 33m
 - Blind Calf:**
KD11-22 13m @ 2.18% Cu. 2.56g/t Ag, from 72m
Including 3m @ 4.6% Cu, 6.6g/t Ag from 81m
 - Hilltop:**
KD11-24 7m @ 1.03% Cu from 29m (Hilltop Lode)
Including 3m @ 1.78% Cu from 29m
- **Intensive drilling & geophysical program to follow in H2 2011**

Kidman Resources Limited (“Kidman”) is pleased to report the final assay results of the Phase 3 drilling program (KD11-23 to KD11-32) completed in June at the Blind Calf Prospect, central NSW.

The results came primarily from the secondary targets at Blind Calf, including the Engine North, Bowketss, and Windlass Shafts located east of Dunbars Lode.

Mineralisation has been intersected at each of the targets which warrants follow-up drilling at a later date.

- **Latest Results include;**
 - KD11-24 7m @ 1.03% Cu from 29m (Hilltop Lode)
Including 3m @ 1.78% Cu from 29m
 - KD11-23 17m @ 0.76% Cu from 55m (Blind Calf Lode)
Including 3m at 1.36% Cu from 55m
 - KD11-25 2m @ 1.13% Cu, 3.15g/t Ag from 33m (Hilltop)

These results further Kidman’s understanding of copper mineralisation at the Blind Calf Prospect.

Drilling to date has identified multiple lodes of mineralisation which strike in a NNE direction and dip from vertical to steep west. The current strike extent at the high-grade Dunbar Lode is approximately 40m and remains open down plunge. This style of shoot development is typical of other Cobar deposits with stacked elongate lenses (estimated true width 5-20m thick) plunging steeply to depth.

The Phase 3 program involved 1,841m of RC drilling with 12 holes drilled into primary targets and 6 holes into secondary targets. Phase 3 also included extending KD10-11 from 59m to 105m total depth. The primary focus of the Phase 3 drill program was to develop a better understanding of the orientation and depth of copper mineralisation at Blind Calf.

The results received so far in this Phase 3 drilling round have allowed the company to start preliminary planning for a more extensive follow up diamond drilling campaign. The company has applied for and received approvals for this next round from the department and will look to implement this [during 3rd quarter or 2nd half 2011]. Site access will be improved for the next drill program to allow drilling at regular intervals appropriate for a Cobar style deposit.

Kidman is also currently reviewing all available data including soil geochemistry, surface mapping, and geophysics. In the next phase of exploration, Kidman is employing a systematic approach to the Blind Calf prospect, utilizing the latest geophysical exploration technologies such as 3D IP, detailed gravity, and downhole EM to delineate mineralized shoots via drilling laterally or down-plunge. These techniques have not only proven successful at identifying mineralization down-plunge at other Cobar style deposits (eg, CSA, Nymagee, Peak) but have also identified potential hidden lenses. Kidman believes this is the key approach to fast tracking the development of the Blind Calf Project.

Figure 1. Longsection of Blind Calf Prospect -Significant Intercepts

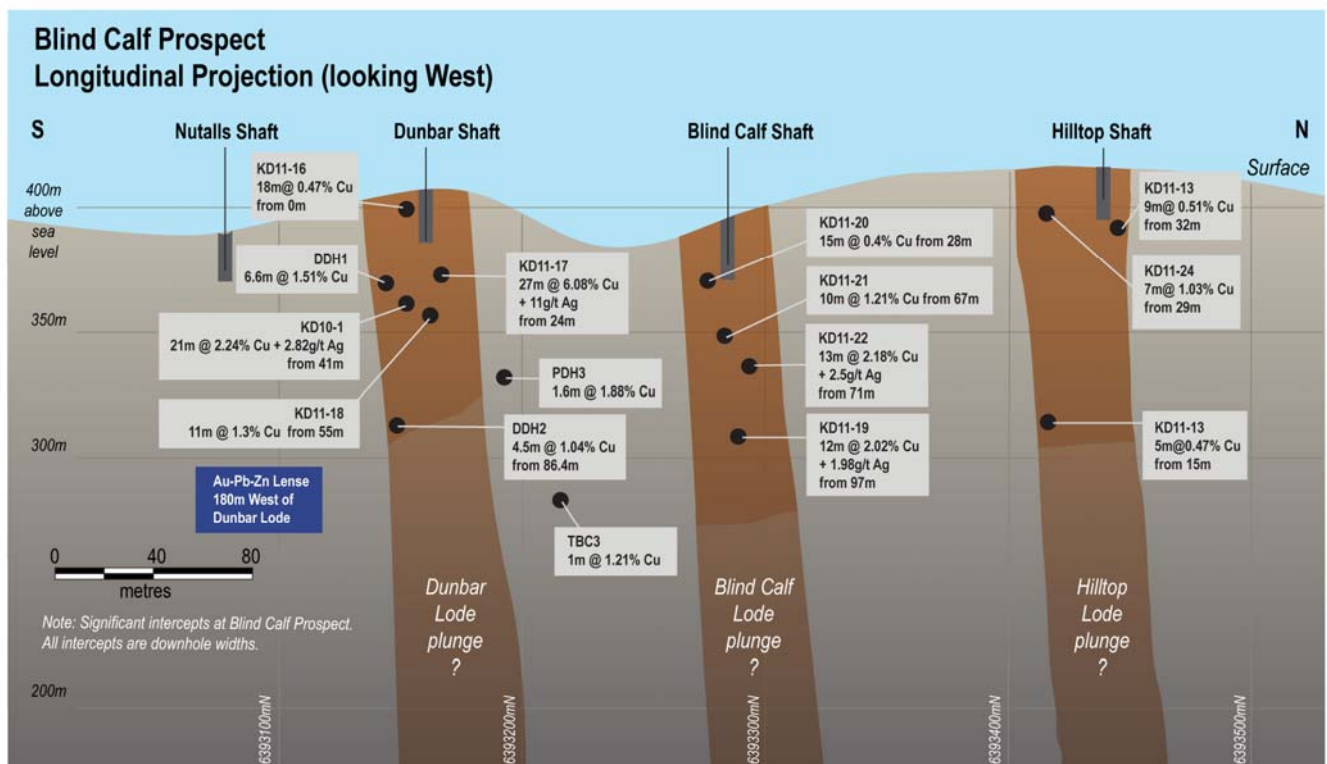


Figure 2. Dunbar Lode Cross-Section

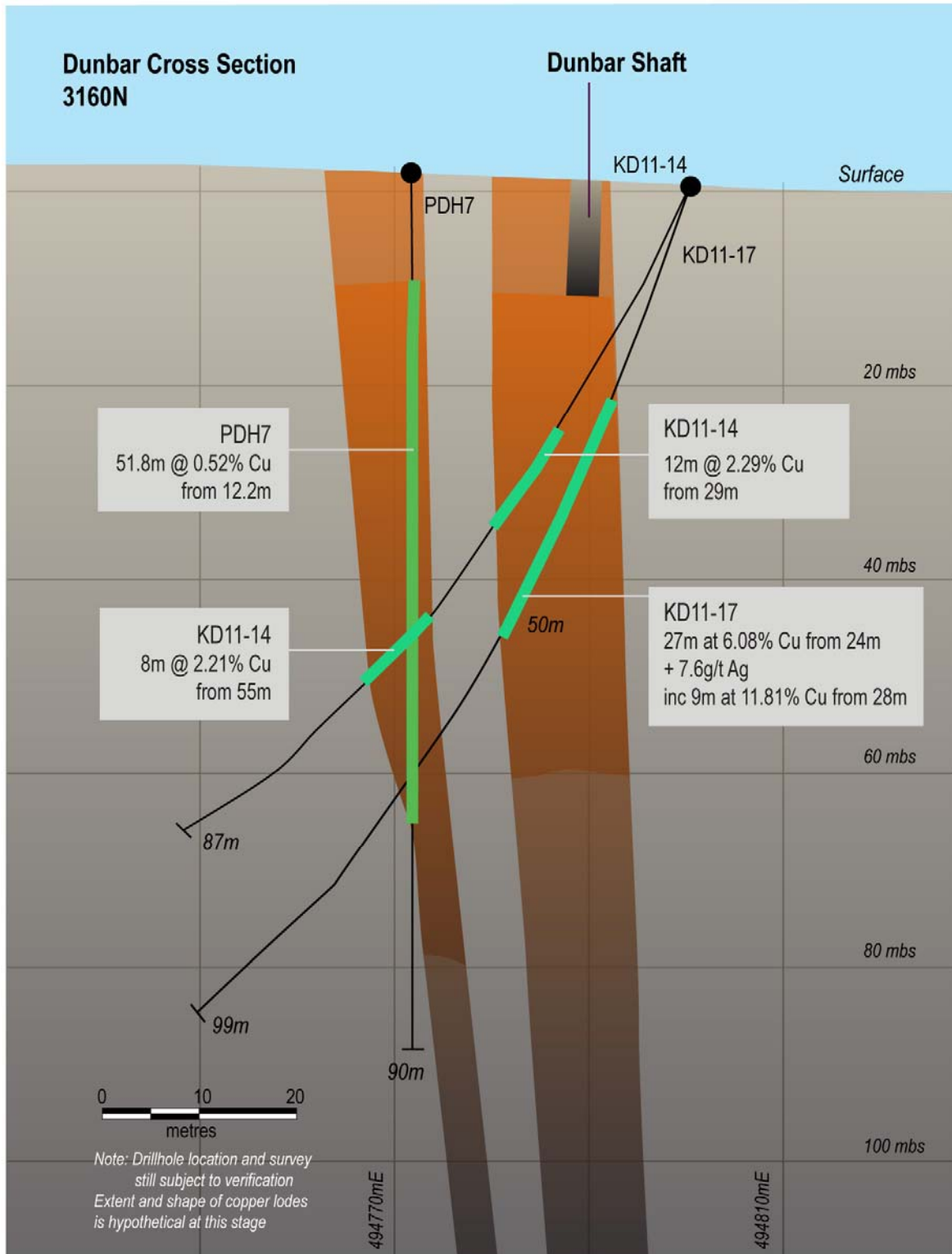


Figure 2. Blind Calf Lode Cross-Section

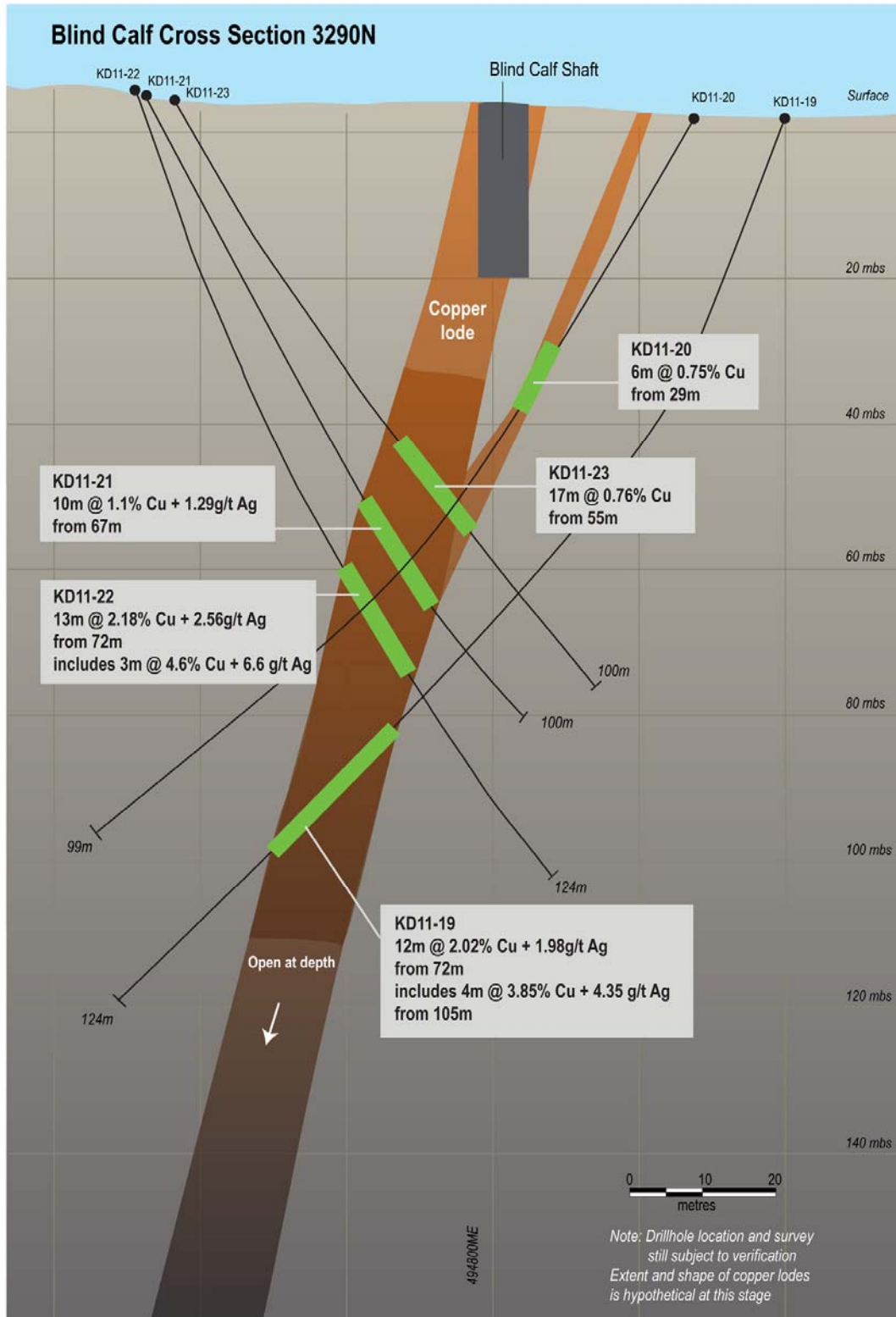


Table 1. The following table lists all significant assays received to date for the Blind Calf Prospect:

Drill Hole	East WGS84	North WGS84	mRL		From (m)	To (m)	Interval (m)	Cu % (0.4% Cutoff)	Depth	Azimuth (true)	Dip
Kidman Drillholes											
KD10-01	494803	6393169	400		41	62	21	2.24	105	241	-63
				Including	41	59	7	4.04			
KD11-14	494800	6393166	401		29	41	12	2.29	87	251	-60
				Including	32	40	8	3.21			
					55	63	8	2.21			
				Including	57	61	4	3.91			
KD11-15	494801	6393169	401		29	36	8	1.23	99	285.1	-60
				Including	33	36	3	2.6			
KD11-17	494789	6393178	403		24	51	27	6.08	99	217	-70
KD11-18	494752	6393186	406		55	65	11	1.3	99	134	-60
KD11-19	494841	6393286	396		97	110	12	2.02	124	268	-60
				Including	104	109	5	3.63			
KD11-22	494777	6393317	406		72	85	13	2.18	124	148	-70
				Including	81	84	3	4.6			
KD11-23	494787	6393317	404.5		47	49	2	1.42	100	155.6	-60
KD11-23					55	72	17	0.76			
				Including	55	58	3	1.36			
KD11-24	494650	6393419	419.79		29	36	7	1.03	40	80.6	-60
				Including	29	32	3	1.78			
KD11-25	494633	6393416	420.85		36	38	2	1.13	130	83.1	-60
KD11-25	494630	6393437	425.38		118	119	1	0.41			
KD11-27B	494885	6393178	371		47	48	1	0.96	67	98.6	-70
KD11-27B				Including	65	66	1	0.42	123	116.1	-55
Historic Drillholes											
DDH1	494720	6393134	419	Previous Explorer	62.5	65.6	3.1	2.85	115.9	74.5	-53
					88	90.9	2.9	0.79			
DDH2	494885	6393124	370	Previous Explorer	53.16	90.88	37.72	0.56	107.1	74.5	-45
				INCLUDING	78.2	88.35	10.15	1.28			
PDH3	494811	6393169	398	Previous Explorer	83.74	85.34	1.6	1.88	121.9	64.5	-55

PDH7	494772	6393156	406	Previous Explorer	12.19	64.01	51.82	0.52	89.92	0.0	-90
				INCLUDING	51.82	64.01	12.19	1.51			
TBC003	494745	6393199	380	Previous Explorer	41	51	10	0.44	150	62.0	-63
					141	142	1	1.21			
<i>Drillhole location and survey still subject to verification. Assay intervals are composites of riffle splitter 1m RC chip drill intervals assayed by ALS Minerals using 4-acid digestion followed by ICP-MS or ICP-AES. A 0.3% Cu minimum cut has been used for the intervals above. Datum is WGS84 Zone 55, RL is AHD</i>											

On behalf of Kidman Resources Limited.

Mr Shane Mele

Executive Director

Kidman Resources Limited

For further information please contact Shane Mele via email: shane@kidmanresources.com.au

The information in this release that relates to exploration results and geological interpretation has been compiled by Mr Shane Mele BSc, (Hons) M.Econ.Geol., MAusIMM is a geologist who is also the Executive Director of Kidman Resources Limited. Mr Mele is a Member of the Australian Institute of Mining and Metallurgy and he has sufficient experience with the style of mineralisation and types of deposits under consideration, and to the activities undertaken, to qualify as a competent person as defined in the 2004 Edition of the "Australian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (The JORC Code)" for reporting the exploration results. Mr Mele consents to the inclusion in this report of the contained technical information in the form and context in which it appears.