



BALAMARA

RESOURCES LIMITED

Investor
Presentation
October 2012

Balamara Resources Limited
ASX CODE: BMB

New Varesh Zinc-Silver Project

Disclaimer

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Competent Persons Statement:

The information in this report that relates to Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Mr. Kevin Alexander. Mr. Alexander is a full time employee of Balamara Resources Limited. Mr. Alexander is a member of The Australasian Institute of Mining and Metallurgy and Australian Institute of Geoscientists. He has sufficient experience that is relevant to the style of mineralization under consideration and to the activity which he is undertaking to be qualified as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting on Exploration Results, Mineral Resources and Ore Reserves". Mr. Alexander consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.



Opportunity

- Building a portfolio of quality resource assets in Central Europe
- Experienced management with strong track record of delivery
- Already secured three projects in 18 months:
 - Low Entry Prices
 - Low Development Costs
 - Significant Upside Potential



Board & Executive Team

Strong and Diverse board with proven experience in resource sector

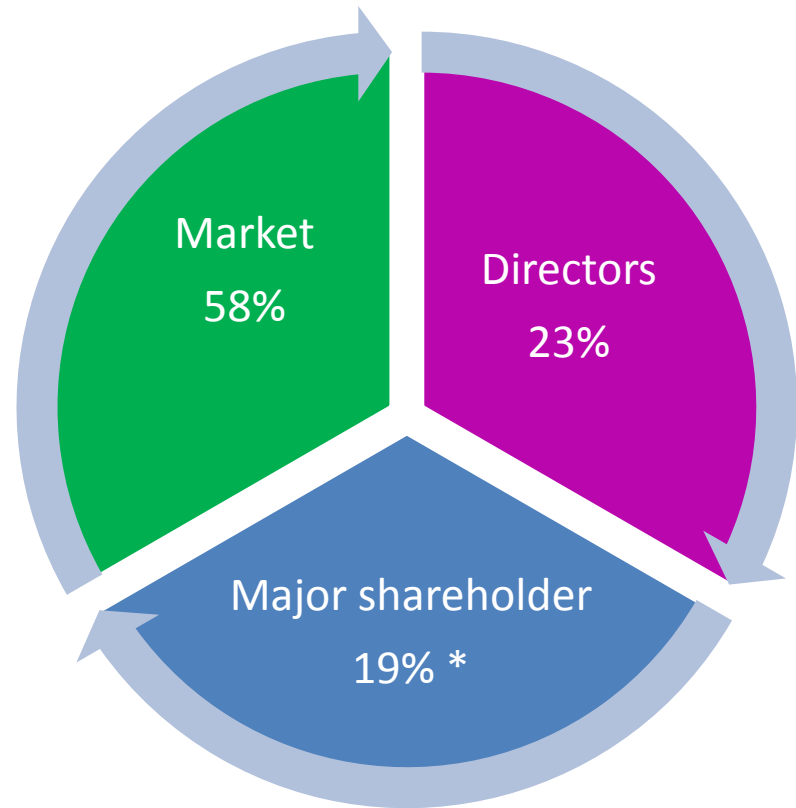
Director	Background
Derek Lenartowicz Executive Chairman	<i>Mining Engineer; former GM of BHP Mt Keith Nickel Mine. Polish background. Focus on strategy and technical delivery</i>
Mike Ralston Managing Director	<i>Former CFO Kangaroo Resources. Experience in developing listed junior resource companies. Focus on overall delivery</i>
Milos Bosnjakovic Executive Director	<i>Former lawyer in Balkans (Yugoslavia) region with strong local resources network. Focus on business development and new projects</i>
Alastair Clayton Non-Executive Director	<i>Key experience building several successful listed resource companies, including Kalahari/Extract Resources. Geologist with strong technical and corporate skills.</i>
Michael Hale Non-Executive Director	<i>Independent Director with focus on compliance and corporate development</i>



Capital Structure

Tightly held capital structure with substantial major shareholder

Share price	15 cents
Shares on Issue	192 million
Market Capitalisation	\$29 million
Cash and Commitments	\$3.5 million



* Major shareholder (Ample Skills Ltd) to move from 8% to 19% in 4Q 2012 via committed \$3M placement



Why Central Europe?

Significant Advantages:

- Two directors from the region with networks, contacts, languages, etc.
- Quality projects available with data relating to prior drilling and/or production
- Low project entry prices
- Quicker and cheaper to move into production
- Supportive Governments, low sovereign risk
- Existing and experienced labour force
- Low unit production costs
- Existing infrastructure
- Close proximity to large European market

All benefits above in stark contrast to higher operating costs, bureaucracy and inefficient labour market in Australia.



Monty Project - existing open pit



Consolidation of Projects in Central Europe

Fast-track development of 3 regional Zinc-Silver-Copper projects



Monty (zinc silver)

Varesh (zinc silver)

Bogdan (copper-silver)



Monty Project (100% - Montenegro)

- Advanced project – previously in production:
 - 25 year license to explore & mine
 - Polymetallic zinc-silver-lead-copper
 - 9.2Mt JORC resource
 - Three separate ore bodies: (Brskovo, Zuta Prla and Visnjica)
 - All metals previously recovering to concentrate
 - Diversified revenue stream + low production cost = higher margin
- Recently discovered high grade silver zone (300g/t - 700g/t Ag) under Brskovo open-pit



Monty – Expanding Silver Zone

Substantial mineralised system with exceptional results over recent assays – Brskovo silver zone continues to expand

	Silver	Zinc	Lead	Copper
9m	340g/t	2.43%	1.74%	0.25%
Including: 4m	731.1g/t	4.58%	3.19%	0.47%
5.5m	507.7g/t	4.01%	2.83%	0.28%
8m	129.7g/t	2.45%	1.50%	0.29%
Including: 3m	337g/t	4.05%	2.74%	0.61%

Selected high grade silver intersections from 2012 Monty drilling programme



Varesh Project (100% - Bosnia)

- Advanced project - previously mined
 - Polymetallic zinc-silver-lead-copper
 - 14,000m previous drilling data
- Acquired recently - Sept 2012
- 25 year license to explore and mine
- Initial JORC resource expected Q4 2012
- 5 separate nearby deposits (Veovace and Rupice deposits dominant)
- Existing infrastructure



Bogdan (85% - Poland)

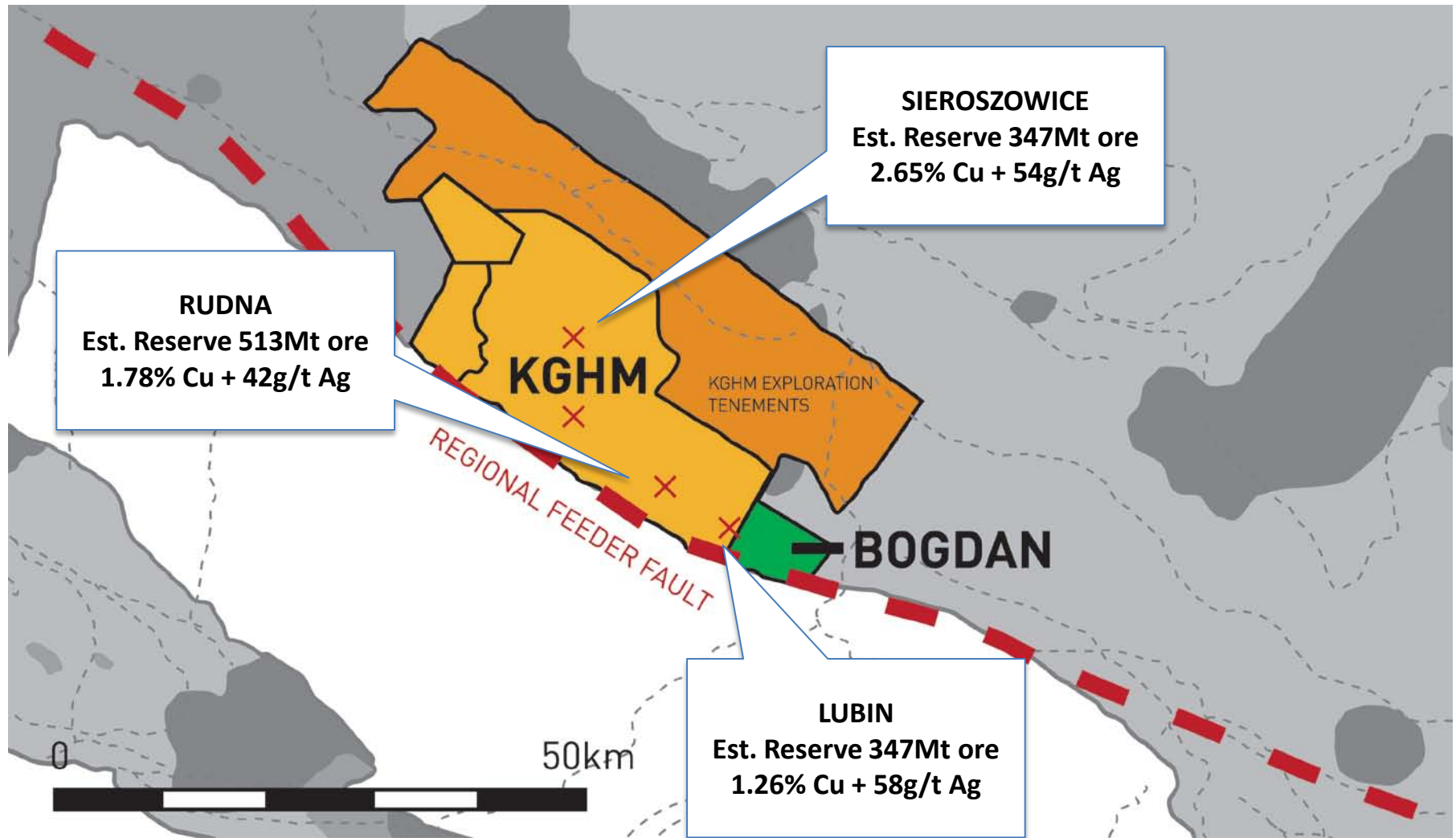
- Highly prospective exploration project
- Acquired 85% in Sept 2011
- 42sqkm tenement sits on massive fault feeder system
- Immediately adjacent to Europe's largest copper and silver producer (KGHM Polska Miedz):
 - KGHM Ore Reserve = 1.2bn tonnes Cu (2.08%) and Ag (60g/t) for 24Mt copper and 70kt contained silver *
 - >20Mt Cu from region over past 40 years
 - >\$8bn market cap on Warsaw Stock Exchange



* Source: KGHM website – Marketing Report 2011



Bogdan Proximity to KGHM Operating Mines

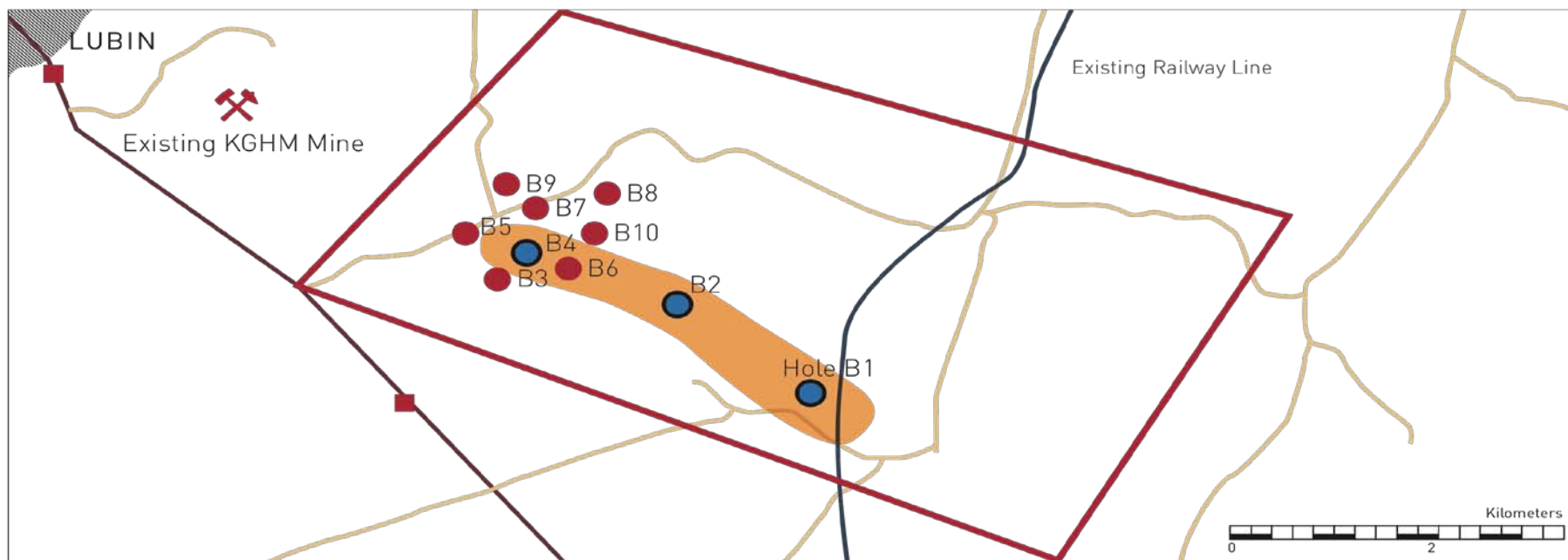


KGHM data from 2011 marketing report – KGHM website



Bogdan Exploration Programme

- First programme successful showing mineralised system continues into Bogdan
- Second programme to start 4Q 2012 focusing on copper zone around hole B4



- Phase One Drilling (Apr-Aug)
- Phase Two Drilling (Nov – Feb)
- Zone of mineralisation (Pb, Cu, Ag) = 3.2kms

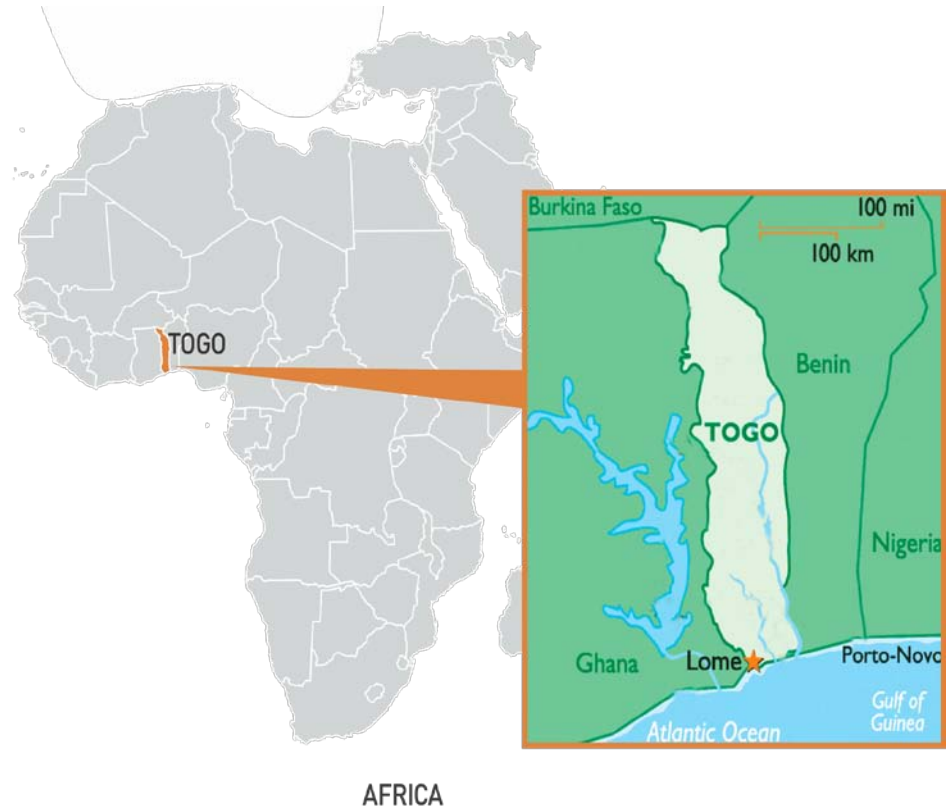
- Holes completed
- ✕ Single hole drilled historically with mineralisation

- ⚒ Existing KGHM Mine (Lubin) (estimated 347M tonnes resource; grading 1.26% Cu and 58g/t silver. Annual production circa 90,000 tonnes Cu and 400 tonnes Ag)



Next 12 Months – Upside Potential

- **Balkans Consolidation:**
(Monty/Varesh)
 - Exploration (high grade silver)
 - JORC upgrades
 - Feasibility Studies
- **Bogdan:**
 - 2nd Exploration programme
 - Initial JORC
- **Togo Phosphate Project:**
 - Final stage of tier one phosphate project in West Africa.
 - Significant size and scale



Why Invest in Balamara?

- Quality management team with proven track record:
 - Acquired 3 projects in just 18 months
- Fast-track growth strategy
- Building further value into projects:
 - Exploration success
 - Feasibility studies
- Size and scale of company increasing rapidly via consolidation
- Ability to add further, similar projects into Balamara ahead
- Final stage of tender process for tier-one phosphate project in West Africa
- Share price leveraged for success



Monty 2012 drilling programme





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