



Bligh Resources Limited

ACN 130 964 162

ASX: **BGH**

ASX Release

5 September 2013

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Directors:

Robert Benussi
Peiqi Zhang -(Non-Executive Director)
Jinle Song -(Non-Executive Director)
Eric Chan -(Non-Executive Director)

Alternates:

Zhijie Li (Alternate Director for Mr Zhang)
Dinghao Song (Alternate Director for Mr J Song)

Company Secretary

Anna Sandham

Issued Capital:

Shares: 60,125,720
Unlisted Opts: 16,000,000
(Escrowed)

Currently Exploring for:

- Gold
- Manganese

Current Projects:

- Bundarra Gold Project
- Leonora
- Bootu Creek Two
- Kumarina

Upgraded Mineral Resource estimate at Bundarra Gold Project

103% increase in Measured and Indicated Mineral Resources

- Mineral Resource estimates completed by CSA Global for Celtic, Celtic South, Wonder North and Wonder West Deposits
- Bundarra Gold Project Mineral Resources increases by 54% to **489,000oz** – up from 318,000oz estimated in November 2012
- 276,000oz classified as Measured and Indicated - 103% increase
- 123% increase in Measured and Indicated Mineral Resource Tonnes
- Updated estimate to support Scoping Study revision and ore reserve calculation – to be undertaken by CSA Global

Bligh Resources Limited (“Bligh”) (ASX: BGH) is pleased to announce that independent resource industry consulting firm, CSA Global, has completed a Mineral Resource estimate at the Bundarra Gold Project in the Leonora region of Western Australia (see Figures 1 and 2). Bligh owns 42.9% of SR Mining which owns the Bundarra Project.

The new Mineral Resources have increased significantly, comprising 3,972kt at 2.2 g/t Au containing 276koz of gold in the Measured and Indicated category, and a further 3,510kt at 1.9 g/t Au containing 213koz of gold in the Inferred category. This represents a substantial increase on November 2012 resource estimates, with a 103% increase in Measured and Indicated Resources and a 123% increase in Measured and Indicated Resource tonnes.

The Mineral Resource estimate has been updated from previous estimates for Wonder North and Celtic Deposits, and incorporates new estimates for Wonder West and Celtic South that had not been previously reported by Bligh. The upgrade provides Bligh with further confidence in the resource, with additional exploration upside potential existing at both the Bundarra and Leonora Projects.

Bligh CEO, Mr Robert Benussi, said: “This significantly increased resource estimate which was achieved at minimal cost provides further confirmation of the development potential at Bundarra, and bolsters the mine life potential and economics of the project. After the encouraging results from the scoping study completed in May 2013, Bligh is well positioned to advance its objective of becoming a gold producer at Bundarra.”

“As mentioned previously, Bligh’s mining schedule focuses on maximising cash flow, with grade controlled ore at the base of the Celtic pit providing an immediate cash injection once production commences.”

“Bligh and project partner SR Mining are encouraged by this substantial milestone which adds significant value to the Bundarra Gold Project through the detailed compilation of historical data and will continue to work towards the implementation of a structured development strategy. The company will now focus on progressing a maiden Ore Reserve statement and a revised Scoping Study based on the updated resource models.”

“The existing Mineral Resources at Bundarra offer Bligh a near term gold production opportunity in the Eastern Goldfields of Western Australia. Bligh will continue to update shareholders as activities progress and additional results are received.” The updated Mineral Resource estimates are shown in Table 1.

Table 2 shows the Mineral Resource estimates for the whole Bundarra Gold Project, with a comparison with the previous estimate that was published by Bligh in 2012.

The updated Mineral Resource estimate is based on:

- Compilation and integration of historical drilling into a single drillhole database for the whole of the Bundarra Gold Project. Drilling was carried out from 1992 to 2010. The drilling used for these Mineral Resource estimates is predominantly reverse circulation percussion drilling, with limited diamond core drilling. Using a single drillhole database enables working with all of the data in a consistent survey grid.
- Celtic, Wonder North and Wonder West were mined by open pit methods between 2000 and 2002. This mining exposed the mineralisation, and demonstrated the continuity of the structures.
- Creation of a new resource model for Wonder West deposit. The database compilation work showed the potential for Mineral Resources in the zone between the Wonder West and Wonder North pits, and below the Wonder West pit. A Mineral Resource estimate for Wonder West was not available when the previous estimate for Bundarra Gold Project was published in 2012.
- Interpretation of a new resource model for Wonder North, in the same survey grid and block model file as Wonder West.
- Interpretation of a new resource model for Celtic in the same survey grid and block model file as Wonder West. The previous estimate was classified entirely as Inferred Mineral Resource, because of concerns about downhole surveying and incomplete lithological data. Reverse-circulation grade control drilling was carried out in 2010 and extends up to 24m below the current pit floor. Confidence in the location and spacing (5x10m grid) on this drilling is sufficient to support classifying part of the Celtic Mineral Resource estimate as Indicated.
- Creation of a new resource model for Celtic South deposit. The database compilation work showed the potential for Mineral Resources in the zone to the southwest of Celtic. A Mineral Resource estimate for Celtic South was not available when the previous estimate for Bundarra Gold Project was published in 2012.

Table 1: Mineral Resource estimate Wonder North, Wonder West and Celtic Deposits, August 2013.

Deposit	Resources	Measured	Indicated	M+I	Inferred	Total
Wonder North	Tonnes ('000t)	332	2,274	2,607	1,284	3,891
	Grade g/t Au	2.08	2.09	2.1	1.63	1.94
	Ounces ('000 oz)	22	153	175	67	242
Wonder West	Tonnes ('000t)	39	495	534	291	825
	Grade g/t Au	3.04	2.06	2.1	1.75	2.00
	Ounces ('000 oz)	4	33	37	16	53
Celtic	Tonnes ('000t)		194	194	1,057	1,252
	Grade g/t Au		2.47	2.5	1.98	2.05
	Ounces ('000 oz)		15	15	67	83
Celtic South	Tonnes ('000t)		78	78	111	188
	Grade g/t Au		2.10	2.1	1.42	1.70
	Ounces ('000 oz)		5	5	5	10
Totals	Tonnes ('000t)	372	3,041	3,413	2,743	6,156
	Grade g/t Au	2.2	2.1	2.1	1.8	2.0
	Ounces ('000 oz)	26	206	232	156	388

- Cut-offs: All resources are reported at 0.5g/t Au cut-off.
- Rounding errors may occur.

Table 2: Mineral Resource estimate for Bundarra Gold Project, August 2013.

		Bundarra Project MRE 20th November 2012					Bundarra Project MRE 27th August 2013*				
Deposit	Resources	Measured	Indicated	M+I	Inferred	Total	Measured	Indicated	M+I	Inferred	Total
Wonder North	Tonnes ('000t)	354	872	1,226	1,314	2,540	332	2,274	2,607	1,284	3,891
	Grade g/t Au	2.30	2.40	2.3	1.90	2.1	2.08	2.09	2.1	1.63	1.94
	Ounces ('000 oz)	26	67	93	80	173	22	153	175	67	242
Wonder West	Tonnes ('000t)						39	495	534	291	825
	Grade g/t Au						3.04	2.06	2.1	1.75	2.00
	Ounces ('000 oz)						4	33	37	16	53
Bluebush**	Tonnes ('000t)		200	200	440	640		200	200	440	640
	Grade g/t Au		1.90	1.9	1.80	1.8		1.90	1.9	1.80	1.80
	Ounces ('000 oz)		12	12	26	38		12	12	26	38
Great Western**	Tonnes ('000t)	96	263	359	327	686	96	263	359	327	686
	Grade g/t Au	2.42	2.83	2.7	3.02	2.86	2.42	2.83	2.7	3.02	2.86
	Ounces ('000 oz)	8	24	32	32	63	8	24	32	32	63
Celtic***	Tonnes ('000t)				865	865		194	194	1,057	1,252
	Grade g/t Au				1.59	1.59		2.47	2.5	1.98	2.05
	Ounces ('000 oz)				44	44		15	15	67	83
Celtic South	Tonnes ('000t)							78	78	111	188
	Grade g/t Au							2.10	2.1	1.42	1.70
	Ounces ('000 oz)							5	5	5	10
Bundarra Totals	Tonnes ('000t)	450	1,335	1,785	2,946	4,731	468	3,504	3,972	3,510	7,482
	Grade g/t Au	2.3	2.4	2.4	1.9	2.1	2.2	2.2	2.2	1.9	2.0
	Ounces ('000 oz)	34	103	136	182	318	34	242	276	213	489

• Cut-offs: Bluebush uses 1g/t Au cut-off; the other resources are reported at 0.5g/t Au cut-off

• Rounding errors may occur.

* Reported in this announcement

** Reported to ASX by Terrain Minerals on 15/4/2011

*** Celtic: Keith Whitehouse, 2010: Mineral Resource Estimate, Celtic Open Pit, and Western Australia. Auralia Consultant Report to Terrain Minerals

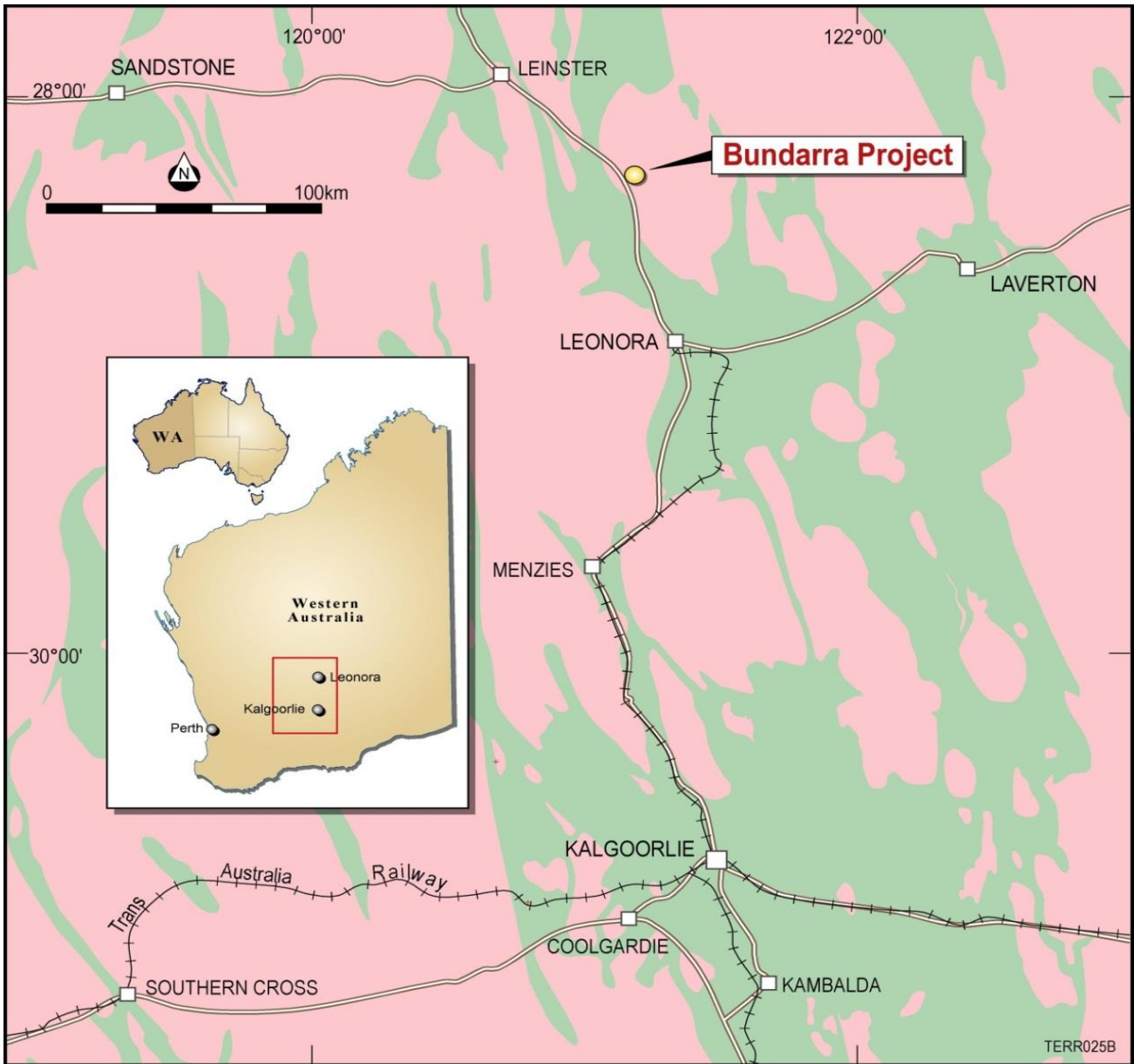


Figure 1: Bundarra Project Location

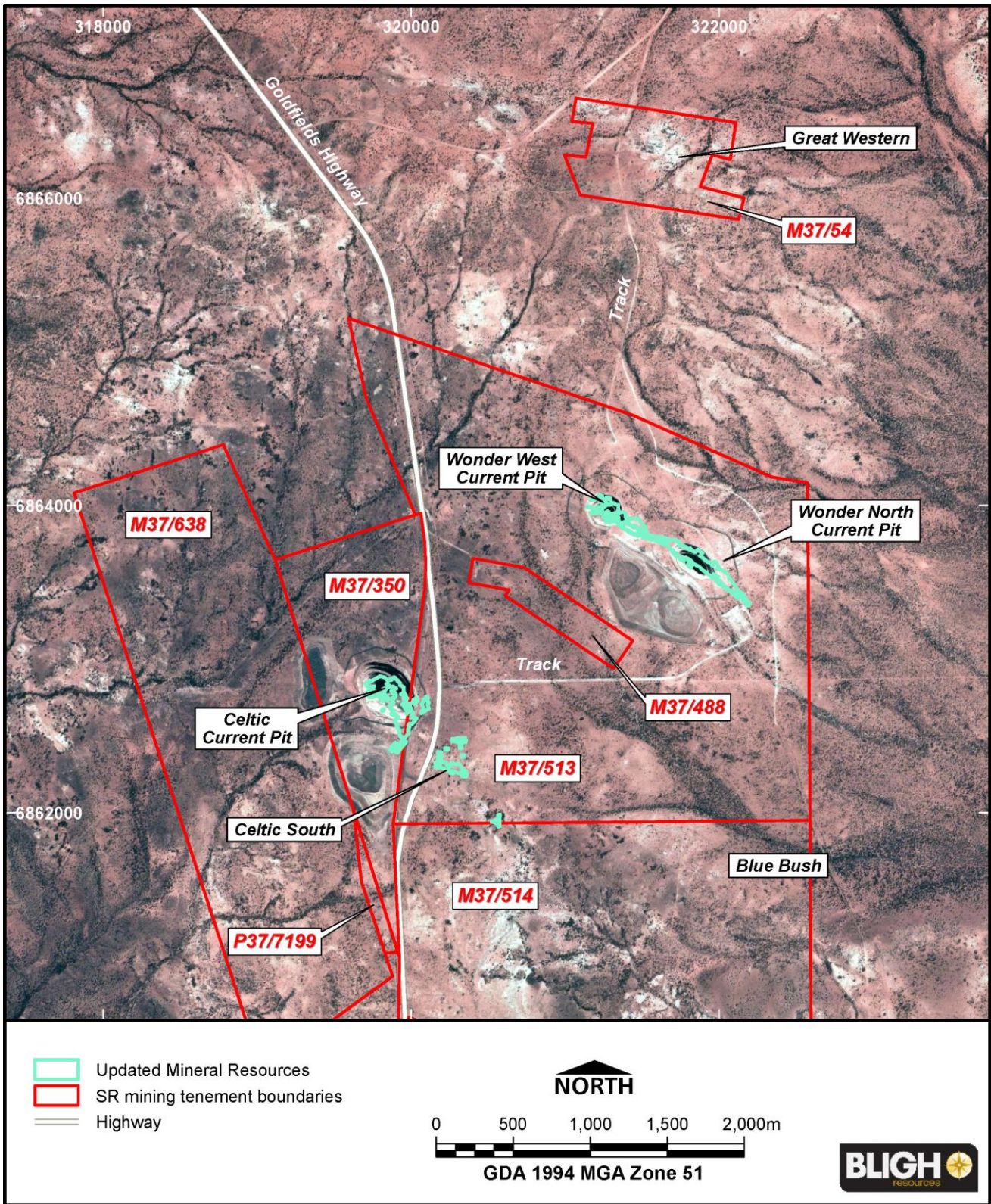


Figure 2: Bundarra Project Location

Competent Person-Steve Rose Celtic, Wonder North and Wonder West Resource Table 1 and Table 2 (2013)

The information in this announcement that relates to Mineral Resources is based on information compiled by Mr Steve Rose who is a Fellow of the Australasian Institute of Mining and Metallurgy. Steve Rose has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity that 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'. Steve Rose consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears in this announcement. Steve Rose is a full time employee of CSA Global Limited .

Competent Person-Shane Fieldgate Wonder North Resource Table 1

The information in this announcement that relates to Exploration Results is based on information compiled by Mr Shane Fieldgate who is a Member or Fellow The Australian Institute of Mining and Metallurgy. Shane Fieldgate has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity that 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'. Shane Fieldgate consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears in **Table 1: Bundarra Project Mineral Resource Estimate Statement 20th November 2012**. Shane Fieldgate is a full time employee of Bligh Resources Limited in the position of Managing Director-Exploration.

Competent Person-Peter Ball Blue Bush and Great Western Resource Table 1

The information in this announcement that relates to Exploration Results is based on information compiled by Mr Peter Ball who is a Member of the Australian Institute of Geoscientists and The Australian Institute of Mining and Metallurgy. Peter Ball has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity that 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'. Peter Ball consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears in **Table 1: Bundarra Project Mineral Resource Estimate Statement 20th November 2012**. Peter Ball is a consultant working for DataGeo Geological Consultants.

Competent Person- Keith WhiteHouse Celtic Pit Open Resource Table 1

The information in this announcement that relates to Exploration Results is based on information compiled by Mr Keith WhiteHouse who is a Member of the Australian Institute of Geoscientists and The Australian Institute of Mining and Metallurgy. Keith WhiteHouse has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity that 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'. Keith WhiteHouse consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears in **Table 1: Bundarra Project Mineral Resource Estimate Statement 20th November 2012**. Keith WhiteHouse is a consultant for Australian Exploration Field Services.

Forward Looking Statements - This release includes forward looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as "may", "will", "expect", "intend", "plan", "estimate", "anticipate", "continue" and "guidance", or other similar words and may include, without limitation statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs. Forward looking statements in this release include, but are not limited to, the capital and operating cost estimates and economic analyses from the Study.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the company's actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of resources or reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the company and its management's good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the company's business and statements are based will prove to be correct, or that company's business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the company or management or beyond the company's control.

Although the company attempts to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be anticipated, estimated or intended, and many events are beyond the reasonable control of the company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements.

Forward looking statements in this release are given as at the date of issue only. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statement or to advise of any change in events, conditions or circumstance on which any such statement is based.

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