



Fast Facts

Cap Structure	June 2011
Issued Shares	513Mil
Market Cap	A\$36Mil

Directors

Hamish Bohannon	Non-Exec Chairman
Jason Stirbinskis	Managing Dir.
Joe Totaro	Non-Exec Dir.
Andrew Ellison	Non Exec Dir.
Tony Martin	Non-Exec Dir.

Company Highlights

- Substantial resource base
- Diversified commodities
- Aggressive exploration
- Proven management
- Project DFS complete

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FURTHER DRILLING RESULTS – QUEEN SHEBA PROSPECT

Highlights

- Second tranche of drilling results at Queen Sheba Prospect identifies new gold and copper mineralisation zones.
- Significant new results include;
 - QRC039 13m @ 2.10 g/t Au,
 - and 11m @ 2.25 g/t Au,
 - and 6m @ 0.97 % Cu,
- Gold mineralisation remains open to strike and depth.
- Queen Sheba has an existing Resource and is just 2.5kms from Trilogy – the Company's planned first development site.

Tectonic Resources NL ("Tectonic" or "The Company", ASX:TTR) is pleased to announce new exploration RC drilling results from its Queen Sheba Prospect, located within the Trilogy mining area. Significant results are displayed below in Table 1:

QUEEN SHEBA SIGNIFICANT RC DRILL RESULTS: JUNE 2011

Hole ID	Depth From (m)	Interval (m)	Au (g/t)	Cu (%)	Local N (m)	Local E (m)	Local Azi (degrees)	Dip (degrees)
QRC039	90	6	0.10	0.97	10150	5131	270	-60
	100	2	2.18	0.13				
	109	11	2.25	0.01				
	126	13	2.10	0.02				
QRC046	62	1	1.03	0.01	10300	5081	270	-60
QRC047	126	2	1.24	0.01	10100	5145	270	-60

Table 1: Queen Sheba Significant RC drill results June 2011. Samples are assayed at SGS by 50gm fire assay for Au, and AAS read from four-acid digest for Cu.



Queen Sheba prospect has an established Resource prepared in accordance with JORC standards of 451kt @ 1.7g/t Au for 25,000 oz Au at a 1g/t Au cut off (Table 2) contained principally within the oxide zone. The current RC drilling program was undertaken to investigate extents of mineralisation along strike and at depth to the established Resource. The drill results above are an addition to encouraging results announced 3rd May 2011. Whilst the current drilling is wide spaced at 50m centres, a mineralised plunge has become apparent which gives potential for deeper drill extensions beyond those reported above (Table 1). The results reported above have also identified a new copper mineralisation zone not



previously encountered at Queen Sheba (Figure 2), and a further gold mineralised zone in the footwall. The geometry of these zones is uncertain, and requires further drilling.

The Company's Managing Director, Jason Stirbinskis said "The intersection in hole QRC039 is very interesting as the mineralisation is considerably broader than any previous drill result from Queen Sheba and remains open at depth. The discovery of the deeper copper mineralization also adds weight to our thoughts that Queen Sheba might ultimately prove to be similar to our polymetallic Trilogy project just 2.5kms away."

In February 2011 Tectonic announced the results of the Phillips River DFS which incorporates Trilogy and Kundip mines and generates \$1Billion revenue over its 10 year life. It is hoped that Queen Sheba will ultimately demonstrate an additional source of feed to the Trilogy processing facility and further enhance the already robust economics of the Phillips River Project.

QUEEN SHEBA - RESOURCE TABLE: FEB 2011				
RESOURCE CATEGORY	Tonnes (000)	Au g/t	Ag g/t	Cu %
MEASURED				
INDICATED				
INFERRED	451	1.72	3.01	0.05
TOTAL	451	1.72	3.01	0.05
GLOBAL RESOURCE TABLE: CONTAINED METAL				
	(000)	(000 Oz)	(000 Oz)	(000 t)
MEASURED				
INDICATED				
INFERRED	451	24.9	43.6	0.2
TOTAL	451	24.9	43.6	0.2

Table 2: Queen Sheba Resource estimate: Announced 10/02/11

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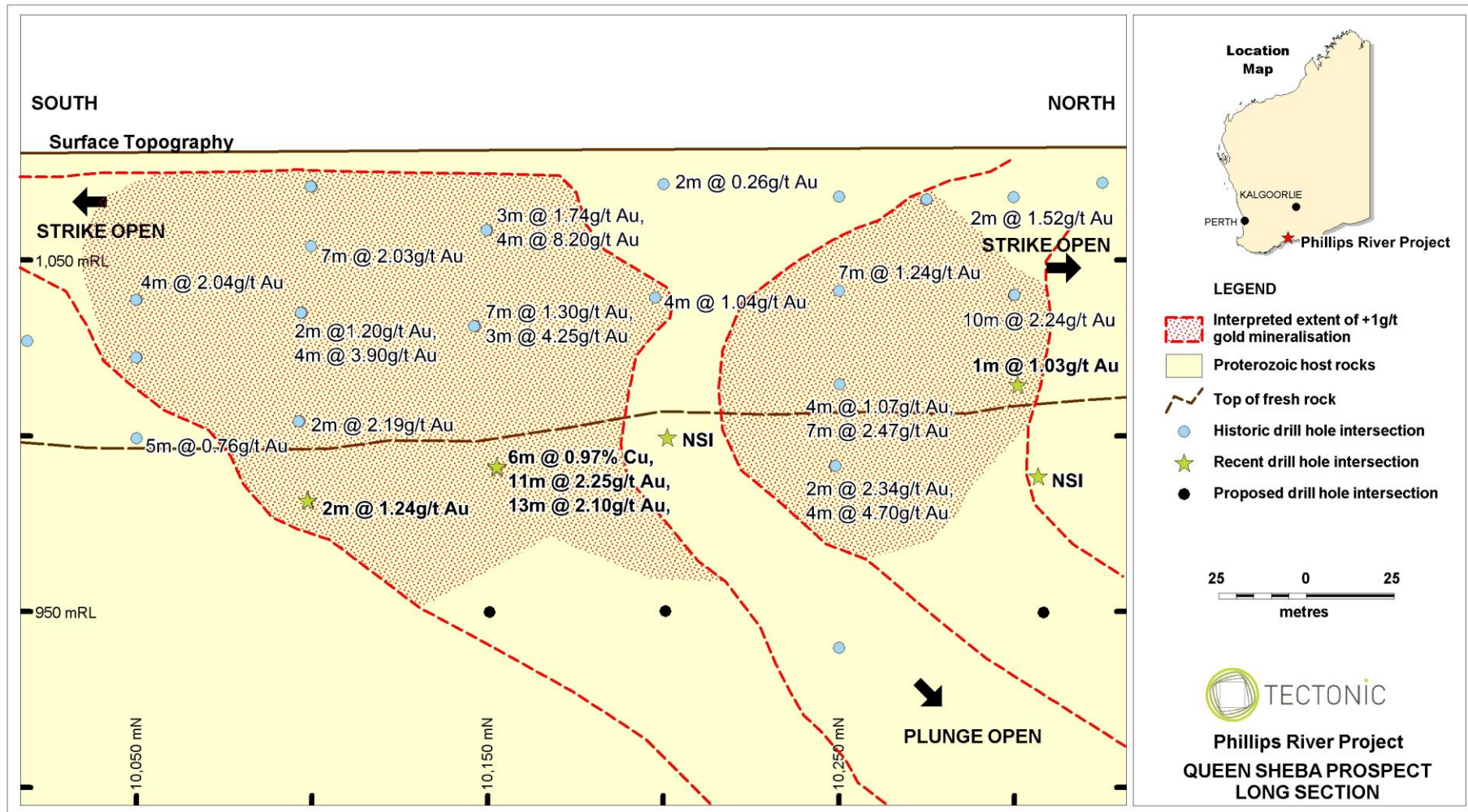


Figure 1- Queen Sheba –long section view displaying opportunities to extend. Note: Black dots below reported intercepts are holes planned for drilling to further explore possible depth extensions.

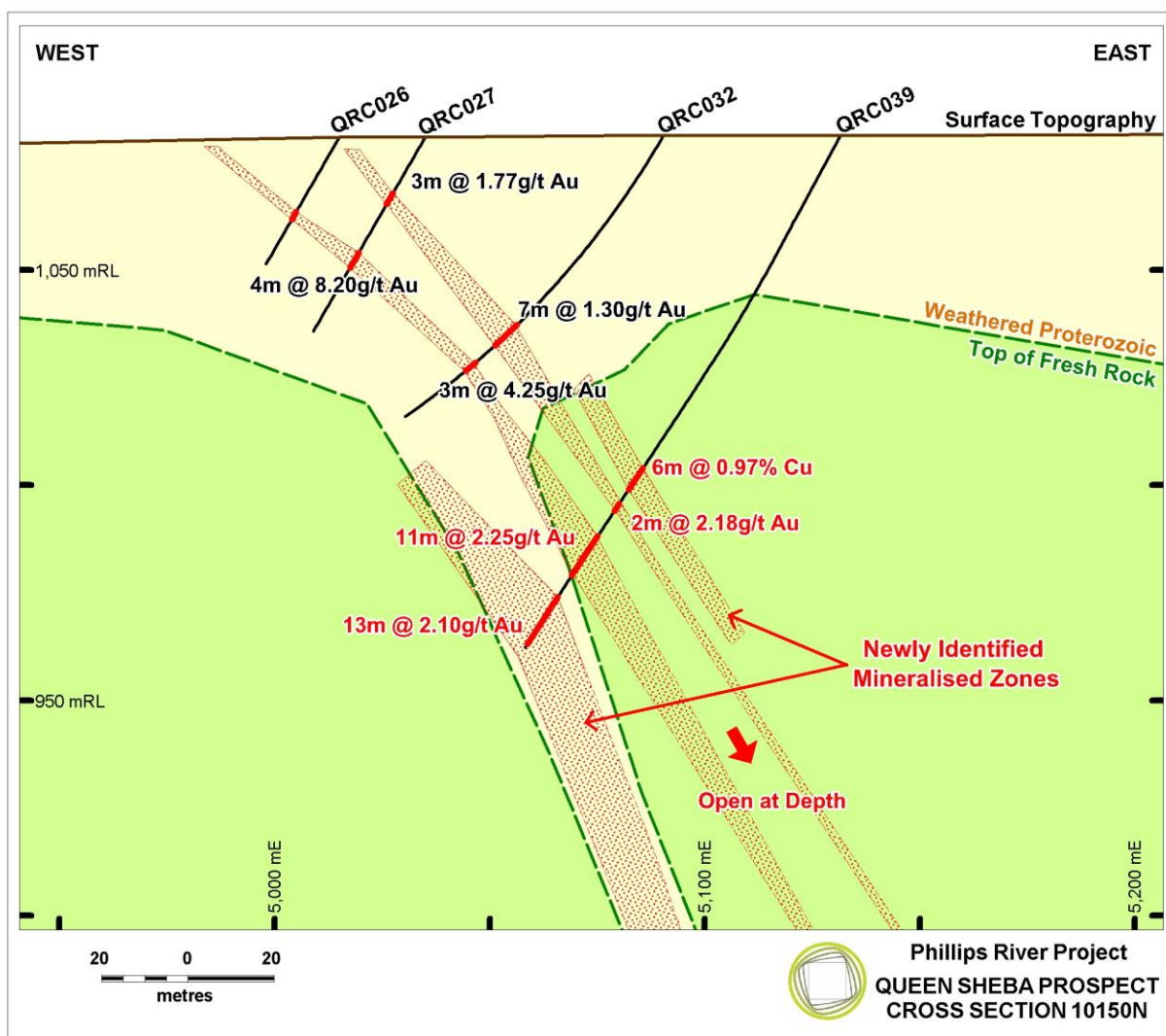


Figure 2: Queen Sheba exploration drilling results cross section 10150N.



ABOUT TECTONIC

Tectonic Resources NL has highly prospective and considerable holdings in Western Australia's southern region near Revensthorpe, about 180kms from the sea port of Esperance. Tectonic has an exploration office at the Philips River Project, an 88 room camp established in Ravensthorpe and other infrastructure located at its nearby decommissioned RAV 8 mine and processing facility

Table1: Philips River Project Reserve

Mine	Classification	Mt	Au (g/t)	Ag (g/t)	Cu (%)	Pb (%)	Zn (%)
Trilogy pit	Proved	0.3	2.2	45	0.4	0.2	0.0
Trilogy Pit	Probable	4.04	0.8	57	1.1	2.7	1.6
Trilogy U/G	Probable	0.28	1.0	26	1.3	1.9	1.8
Subtotal Trilogy Ore Reserve		4.63	0.9	55	1.1	2.5	1.5
Flag Pit	Probable	0.21	4.0	3.5	0.50		
Harbour View Pit	Probable	0.20	3.2	1.5	0.38		
Kaolin Pit	Probable	1.27	2.8	1.7	0.18		
Flag U/G	Probable	0.24	5.0	3.5	0.45		
Harbourview U/G	Probable	0.75	3.5	4.0	0.68		
Kaolin U/G	Probable	0.14	4.4	3.2	0.28		
Subtotal Kundip Ore Reserve		2.81	3.4	2.7	0.38	0.00	0.00
Subtotal Proved	Proved	0.30	2.2	45	0.35	0.15	0.01
Subtotal Probable	Probable	7.13	1.8	35	0.82	1.62	0.97
Total PRP Ore Reserve		7.44	1.8	35	0.80	1.56	0.93

Financial Analysis	
Capital cost	~\$133M
Total Revenue	~\$1.05Billion
Life of Mine (LOM)	10 years
Gross operating cost over LOM	\$589M
Cashflow before tax over LOM	\$224M
NPV (8%)	\$72.4M
IRR pretax	26%
IRR after tax and gearing	22.4%
Payback	5 years
Development time	15 months

The Company recently announced the completion of a definitive feasibility study (DFS) for the Philips River Project. The DFS only considers the ores of Trilogy and Kundip and generates a variety of products including gold dore, copper concentrates and bulk sulphide concentrates. The plant is designed such that a wide variety of ores can be processed to extract maximum value. This flexibility of feed and output is critical as it is highly likely that any subsequent gold, copper or base metal discoveries within the Company's substantial holding will be compatible with the plant.

Table 2: Key outputs from PRP

DFS announced 11/2/11

Competent Person's Statement

The information in this report that relates to Exploration Results, and information in this Ore Reserve statement that relates to Mineral Resource estimates defined as part of the June 2010 Mineral Resource are based on information compiled by Mr Bruce Armstrong, who is a Member of The Australasian Institute of Geoscientists. Mr Armstrong is a full time employee of Tectonic, and has sufficient experience which is relevant to the style of mineralisation under consideration 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'.

The information in this Ore Reserve statement that relates to Ore Reserve estimates is based on information compiled by Mr Geoff Davidson, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Davidson is a Principal Consultant and Director of Mining and Cost Engineering Pty Ltd and has sufficient relevant experience 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'.

The Competent Persons have consented to the inclusion in the report of the matters based on their information in the form and context in which it appears.

This announcement contains certain statements which may constitute "forward-looking statements". Such statements are only predictions and are subject to inherent risks and uncertainties which could cause actual values, results, performance achievements to differ materially from those expressed, implied or projected in any forward-looking statements. No representation or warranty, express or implied, is made by Tectonic that the material contained in this presentation will be achieved or prove to be correct