



11 July 2011

## **ASX ANNOUNCEMENT**

### **DRILLING CONTRACT SIGNED FOR 4000 METRE PROGRAM AT GOLDEN PEAK AND POI**

MIL Resources Limited (MIL) (ASX: MGK) is pleased to announce the signing of a drilling contract with Quest Exploration Drilling (QED) for a diamond core drilling program of up to 4000m at its Golden Peak and Poi gold/copper projects in Papua New Guinea.

The QED MP500 Helicopter/Man Portable Hydraulic Drill Rig will be mobilised to Golden Peak in late August and moved to Poi on completion of the Golden Peak program.

The program to define drill targets involving ground magnetic surveys and geochemical sampling and mapping is continuing together site access preparations. The Golden Peak drill targets will be within the Avo Creek area that includes the 20m @ 7.21g/t Au trench identified during the geochemical sampling program earlier in 2011.

At Poi the targets will be within the Aladdins, Morti and Wallaby Ridge prospects; the three high priority targets identified from MIL Resources' ongoing geochemical sampling, its previous airborne magnetic survey and reinforced in the recently completed expert review of the Poi project.

MIL Resources CEO Bruce Griffin said "This is an exciting step for MIL Resources; we will be drilling for the first time on our extensive gold/copper portfolio in Papua New Guinea."

## ABOUT MIL RESOURCES LIMITED

MIL Resources Limited (ACN 003 669 163) is an ASX listed resource company whose interests include:

- Titan Metals Limited (100% MIL Resources) – Titan Metals controls five granted Exploration Licences and six Exploration Licence Applications in Papua New Guinea which host potential for significant discoveries of gold, copper, nickel and molybdenum deposits<sup>(1)</sup>.
- Amazon Bay, PNG - a major vanadium rich iron sand exploration target of 3 – 4 billion tonnes of magnetite iron sand<sup>(1)</sup>. MIL is in the process of earning up to a 90% interest by funding exploration and evaluation programmes.

*(1) To the extent that there is information included in the projects set out above any potential quantity and grade is conceptual in nature, there has been insufficient exploration to define a mineral resource under the JORC Code and it is uncertain if further exploration will result in the determination of a mineral resource under the JORC Code.*

*The information contained in this report that relates to Exploration Results or Mineral Resources or Ore Reserves is based on information compiled by John Haggman who is a Member of the Australian Institute of Geoscientists. Mr Haggman is a Director of MIL Resources Limited and has sufficient experience which is relevant to the style of mineral deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Haggman consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.*

## FOR FURTHER INFORMATION CONTACT:

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