

DRILLING UNDERWAY AT PYRAMID

Thundelarra is pleased to announce that drilling is underway at its Pyramid base metals project in the Pilbara Region of Western Australia.

This program is the first of two programs contemplated for the Pyramid Project this year and will test a number of targets identified from a combination of soil sampling, rock chip sampling, detailed aeromagnetic survey data and ground electromagnetic (EM) survey data that has been carried out since late 2011 and completed in the June quarter this year.

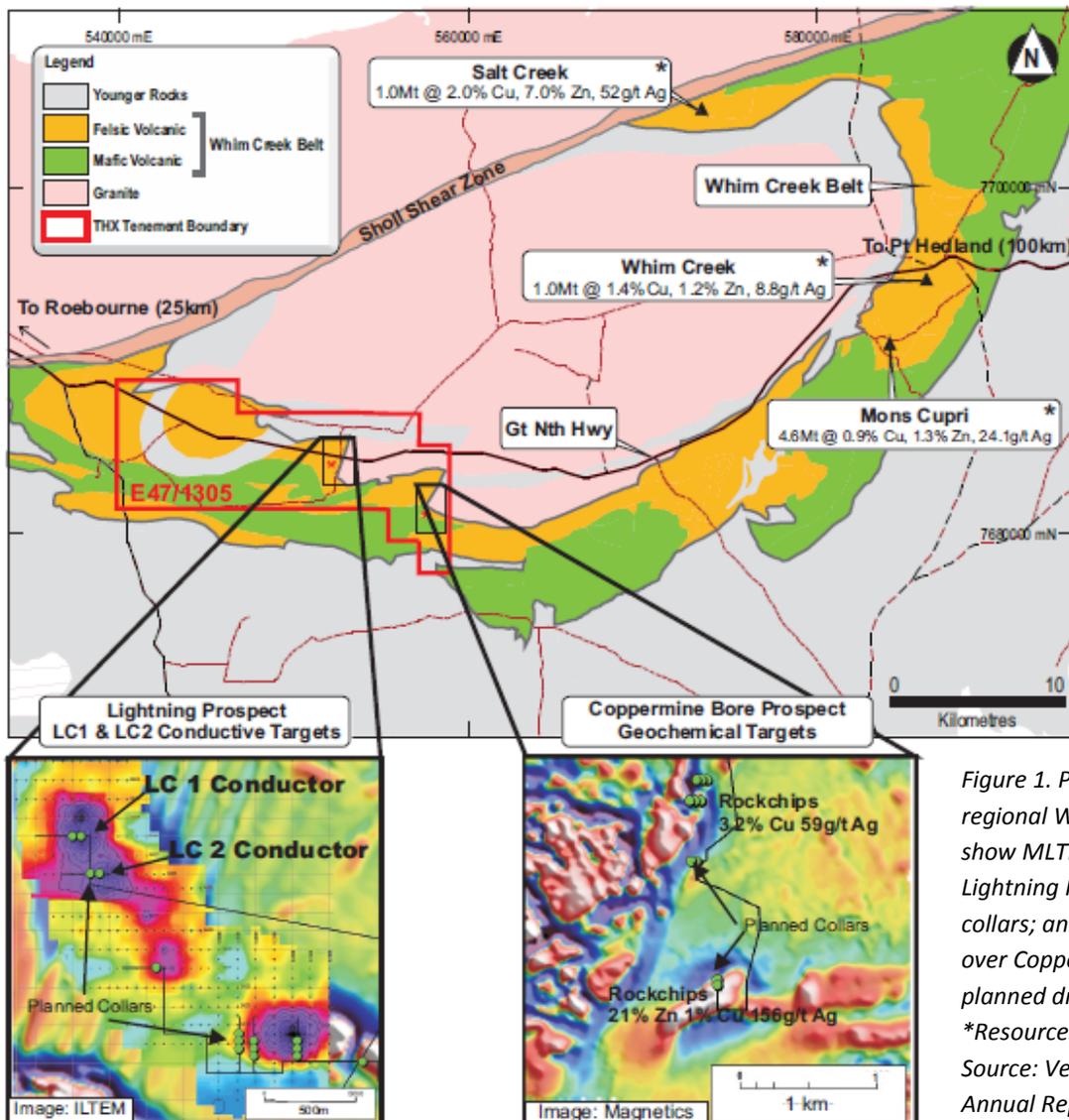


Figure 1. Pyramid Project in the regional Whim Creek setting. Insets show MLTEM image over the Lightning Prospect with planned drill collars; and Aeromagnetics image over Coppermine Bore area with planned drill collars.

*Resources as at 1 September 2011.
Source: Venturex Resources Ltd 2011 Annual Report.

The Lightning and Coppermine Bore prospects are located some 5 km apart, around the margin of the Red Hill volcanic centre. The sequence has been interpreted as part of the Whim Creek Belt which hosts the Mons Cupri, Whim Creek and Salt Creek base metal deposits 40km to the east.

Depending on the geology observed in the drillholes and the results received from initial testing of intervals using a hand-held XRF unit, the program may comprise up to 30 holes at an average depth of 100m for a total program of about 3,000m.

The program will test five targets along the 2.4km extent of the magnetic anomaly identified at the Lightning prospect, with the main objective being to explain the conductors identified from the MLTEM survey (LC 1 and LC 2) and to test the possibility of repetitions at depth of secondary copper mineralisation (in the form of malachite staining) observed at surface at Lightning South.

At Coppermine Bore the planned holes will test a north-north-east trending corridor between the Whim Creek Group to the west and granitic gneiss to the east. Mineralised blocks with visible chalcopyrite and galena were found along this tectonic contact. Assay results up to 2.2% copper and 3.4% lead were returned from rock chip samples.

North of the Coppermine Bore shaft blocks of highly mineralised breccia, possibly of hydrothermal origin, were found. Assay results up to 2.5 g/t gold, 707 g/t silver, 0.9% copper, 9.3% lead and 15.2% zinc were returned from rock chip samples.

The assay results from rock chip samples taken at the Pyramid Project are reported in Table 1.

Thundelarra anticipates that first results from samples submitted for assay will be available towards the end of July and, barring unforeseen delays, expects planned drilling to be completed by 20 July.

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THUNDELARRA EXPLORATION LTD

Issued Shares: 154.8M

ASX Codes: THX & THXOA

The details contained in this report that pertain to Exploration Results, Mineral Resources or Ore Reserves, up to and including 30 June 2012, are based upon information compiled by Mr Brian Richardson, a Member of the Australasian Institute of Mining and Metallurgy (AUSIMM) and an employee of the Company in that period. Details contained in this report from 01 July 2012, have been compiled by Mr Costica Vieru, a Member of the Australian Institute of Geoscientists and an employee of the Company. Both Mr Richardson and Mr Vieru have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the December 2004 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Both Mr Richardson and Mr Vieru consents to the inclusion in this report of the matters based upon their information in the form and context in which it appears.

Table 1. Selected rock chip samples from Pyramid Project.

| Sample | North | East | Au | Ag | Cu | Pb | Zn |
|----------|---------|--------|------|------|-------|-------|--------|
| TK651681 | 7683064 | 552468 | 13 | bld | 266 | 6 | 6 |
| TK651682 | 7683097 | 552392 | 73 | 12 | 8530 | 186 | 240 |
| TK651683 | 7681484 | 551646 | 2 | bld | 122 | 12 | 112 |
| TK651684 | 7684513 | 551614 | 4 | bld | 122 | 3 | 60 |
| TK651685 | 7686176 | 555284 | 4 | bld | 72 | 6 | 182 |
| TK651686 | 7685120 | 551106 | 2 | bld | 56 | 12 | 96 |
| TK651687 | 7684965 | 551177 | 4 | bld | 22 | 28 | 138 |
| TK651688 | 7681397 | 557695 | 2540 | 707 | 982 | 93800 | 152000 |
| TK651689 | 7681395 | 557697 | 182 | 610 | 554 | 37900 | 23100 |
| TK651690 | 7682063 | 556221 | 23 | 1 | 112 | 215 | 104 |
| TK651691 | 7683620 | 557821 | 4 | bld | 150 | 39 | 108 |
| TK651692 | 7683318 | 558205 | 8 | 0.5 | 180 | 61 | 196 |
| TK651693 | 7682456 | 557811 | 2 | bld | 90 | 15 | 174 |
| TK651694 | 7681656 | 557656 | 4 | bld | 36 | 41 | 240 |
| TK651695 | 7681526 | 557629 | 4 | bld | 18 | 13 | 262 |
| TK651696 | 7681563 | 557476 | bld | bld | 42 | 23 | 64 |
| TK651697 | 7682315 | 557821 | 3 | bld | 244 | 12 | 390 |
| TK651698 | 7683082 | 558087 | 2 | bld | 48 | 31 | 28 |
| TK651699 | 7683129 | 558056 | 4 | bld | 10 | 16 | 56 |
| TK651700 | 7682690 | 558080 | 10 | 31.5 | 22100 | 34300 | 218 |

Figure 2. Drilling at the Lightning Prospect showing the local terrain.

