

ASX / Media Release

ASX: AYA, AYAO
4 September 2012

ATTILA RECOMMENCES DRILLING PROGRAM AT TALISKER NORTH COAL PROJECT

Attila Resources Limited (ASX: AYA, AYAO) is pleased to announce the commencement of a step-out drilling program on its 100% owned Talisker North Coal Project in Western Australia (Figure 1). This program follows the coal discovery made by Attila Resources last year where a 4 metre seam was intersected at a depth of 50 metres in drill hole Tal-006.

This third phase drilling program is planned to comprise up to 40 aircore holes to 80 metres depth for a total of 3,200 metres of drilling and the clearing of up to 10 line kilometres of drill line traverses. The drilling will be along lines spaced every 200 metres with holes drilled every 400 metres or 200 metres apart, depending on the morphology of the coal seam strata. All holes of interest will be logged with down-hole geophysical tools. A larger sample of the coal intersected at Tal-006 will also be obtained for further metallurgical and washability testing to assist in determining the export quality of the coal at Talisker North.

The thermal coal recovered from the discovery hole Tal-006 at Talisker North compares favourably in quality to the sub-bituminous coal found at Collie which is suitable for power generation. Attila has established a *50-100 million tonne exploration target of sub-bituminous coal at Talisker North (see qualification at the end of this release).

The Company has also undertaken a preliminary evaluation of infrastructure in the area for the purposes of assessing the potential for shipping to end users should a commercial operation be established at Talisker North (Figure 2).

Key findings from the review are:

- Potential exists to export product through the existing Geraldton port or the proposed Oakajee port in the future. The establishment of a port at Carnarvon would also be an option.
- The Project is ideally located to access gas from the Dampier to Bunbury pipeline which is adjacent to the Project site.
- Upgrading of existing unsealed roads to a 100 kilometre long haul road would provide access to existing road systems in the region.
- Project is approximately 200 kilometres from proposed railway servicing regional iron ore projects.

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Grant Mooney, Chairman

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Competent Person Statement

The information for this announcement is based on information compiled by Mr Zlad Sas BSc (Hons) who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Sas is a Director of Attila Resources Limited, and has sufficient experience which is relevant to the style of mineralisation and type of deposit 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 Exploration Results, Mineral Resources and Ore Reserves'. Mr Sas consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Qualification of Exploration Target

*This exploration target is based on recent exploration drilling by Attila, and previous programs by Griffin Coal and CRAE at the Talisker North Project. The exploration target at Talisker Range is conceptual in nature, not a Mineral Resource pursuant to the JORC Code and may never become a resource. There has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource. * 50-100Mt exploration target of sub-bituminous coal ranging in quality from 7-20% moisture, 14-28% ash, 22-39% volatile matter, 35-41% fixed carbon, 0.7-1.71% sulphur, and a calorific range of 4061-4300 kcal/kg ("analysis on an air dried basis") based on recent exploration drilling by Attila, and previous programs by Griffin Coal and CRAE at the Talisker North Project.*

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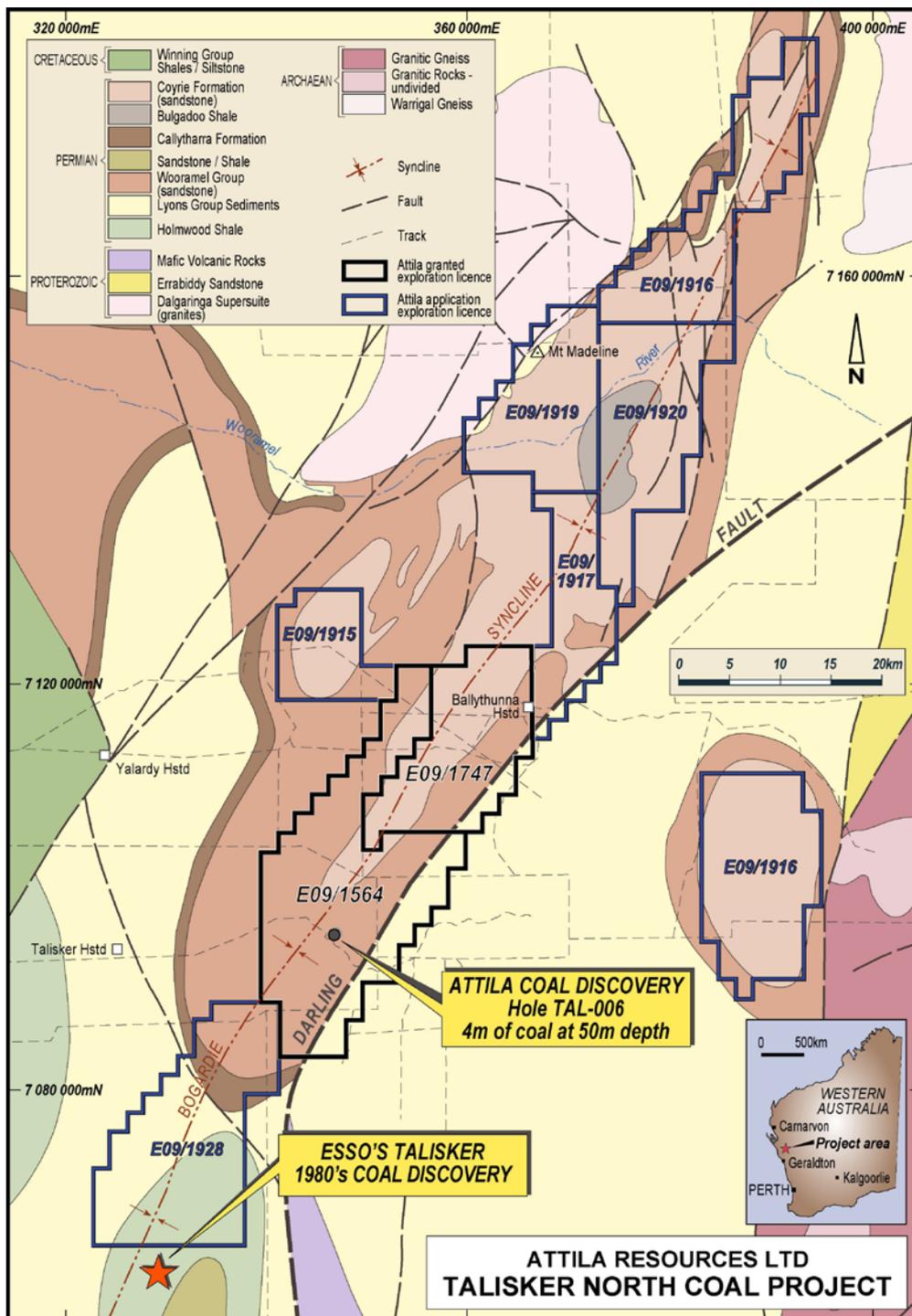


Figure 1: Location of Talisker North coal discovery hole, Tal-006

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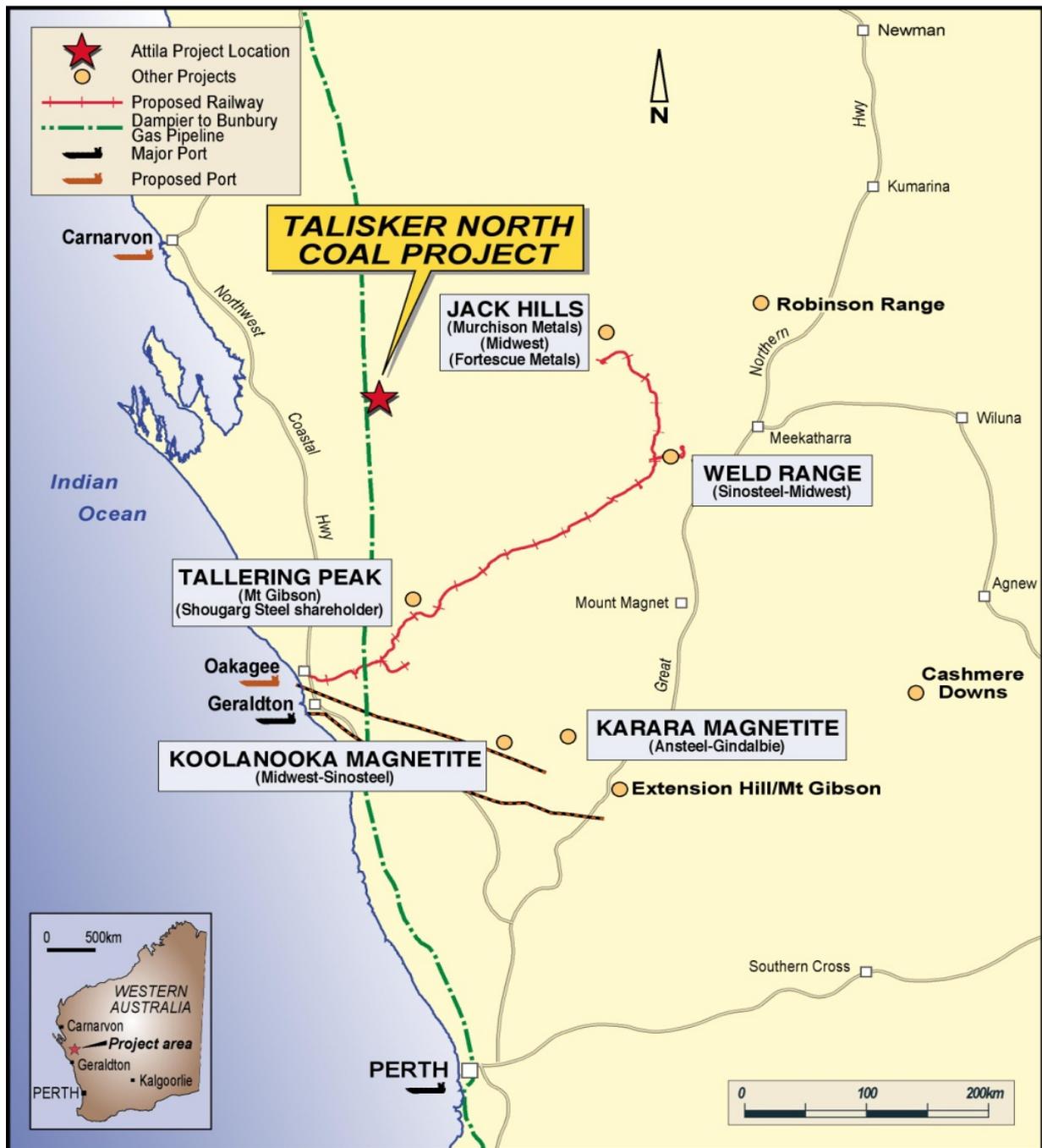


Figure 2: Talisker North Coal Project - Infrastructure