

CAZALY RESOURCES LIMITED

PROJECT UPDATE – HALLS CREEK COPPER PROJECT

- **First drilling by Cazaly completed at Mount Angelo Porphyry target**
- **Visible copper mineralisation observed over extensive lengths**
- **Mineralisation now observed over 500 metres**
- **Massive sulphides intersected in diamond holes completed at Mount Angelo North copper deposit**

Cazaly Resources Limited (**ASX: CAZ**, “Cazaly” or “the Company”) has now completed its first pass drilling at the Mt Angelo Porphyry located 2.5km to the south west of the Mt Angelo North copper deposit. The copper porphyry was last drilled in 2008 returning drill intercepts of including **117m @ 0.32% Cu** and **150m @ 0.30% Cu**.

A total of 5 holes for 862 metres of RC drilling was completed the results of which are still pending. The system is large with extensive intercepts of disseminated and occasional semi-massive sulphides observed in the drilling, however the extent, tenor and style of mineralisation is yet to be fully established. Assays are expected within the next two to three weeks.

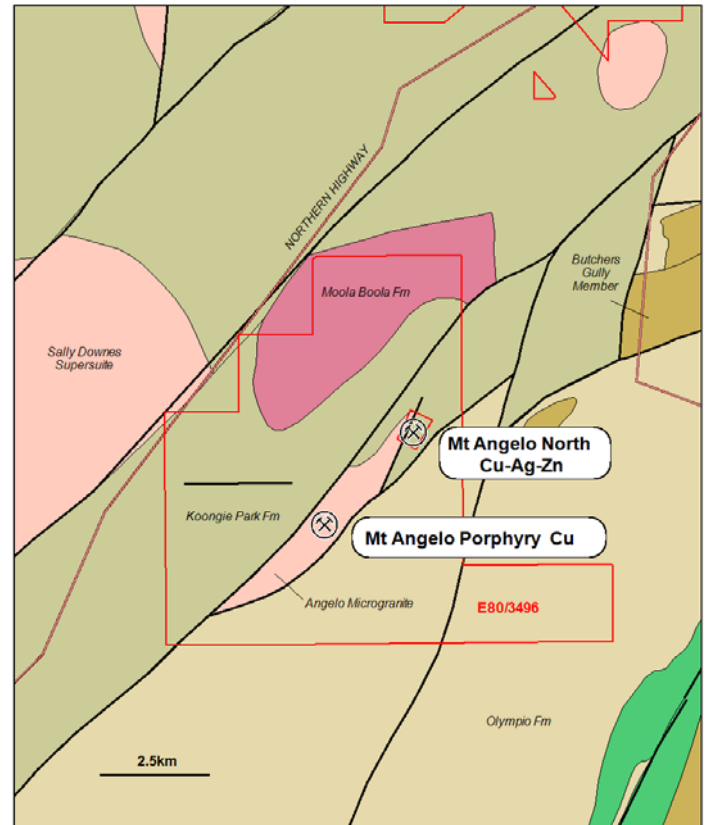
The company has now moved northwards back to the Mt Angelo North copper deposit to conduct diamond core drilling. Drilling of the first hole has now been completed intersecting massive copper sulphides as expected. The programme will drill 5 holes largely to collect samples for further metallurgical testwork.

The Halls Creek Copper Project, located in the Kimberley region of Western Australia and is subject to an agreement with 3D Resources Limited (**ASX: DDD**, “3D”) whereby Cazaly may earn up to a 75% interest in the Project.

Joint Managing Director Nathan McMahon said, “Early indications suggest we have intersected a substantial zone of massive sulphide mineralisation which confirms the previous drilling results. First assays from Halls Creek are expected within the next few weeks.”



Massive chalcopyrite drill core, HCDD0001



Location and general geology plan

ENDS

For further information please contact:

Nathan McMahon / Clive Jones
Joint Managing Directors
Cazaly Resources Limited
Tel: +618 9322 6283
Em: admin@cazalyresources.com.au
Website: www.cazalyresources.com.au

Tony Dawe
Senior Counsel
Professional Public Relations
Tel: +618 9388 0944/ +61 433 112 936
E: tony.dawe@ppr.com.au

Competent Person's Statement

The information that relates to exploration results and drilling data is based on information supplied by 3D resources Limited and compiled by Mr Clive Jones who is a Member of The Australasian Institute of Mining and Metallurgy and is an employee of the Company. Mr Jones has sufficient experience which is relevant to the style of mineralisation and types of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Jones consents to the inclusion of his name in the matters based on the information in the form and context in which it appears.