

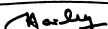
ASX RELEASE
11th October 2011

COPPER SULPHIDE ZONE INTERSECTED IN BASEMENT AT EMMIE BLUFF PROSPECT, MOUNT GUNSON.

The second hole of the 2011 drilling program at Emmie Bluff Prospect intersected a 6 metre (m) thick sulphide rich zone in basement rocks from 946.7m, the most abundant sulphide being the copper sulphide chalcopyrite, with lesser iron sulphide as pyrite. In contrast to the previous hole, MGD 68 (Figure 1), the top part of the basement in MGD 69, from 900m to 955m, is brecciated and rich in hematite. Below 955m to the end of the hole at 1077m, the main rock type is variably hematite altered sandstone. The copper sulphide intersection in MGD 69 is encouraging but further drilling at Emmie Bluff Prospect will await the assay results and further geological and geophysical studies.

The next hole in the 2011 drilling program was to be first pass testing of a gravity-magnetic geophysical target approximately 1.8 kilometres (km) east of the north east shore of Lake Windabout, some 17 km south of Emmie Bluff Prospect. However, drilling was postponed until next year due to access issues.

Drilling at Emmie Bluff Prospect is being funded by Xstrata Copper subsidiary Noranda Pacific Pty Limited (Noranda) which has the right to earn an extra 24% interest in the Project (in addition to the 51% equity it already holds) by spending an additional \$6.5 million (for a cumulative amount of \$10 million) on exploration by mid June 2013. At the end of September 2011, Noranda had spent approximately \$5.2 million.



D H HARLEY
MANAGING DIRECTOR

Figure 1 Emmie Bluff Prospect – Residual Gravity and Basement Drilling

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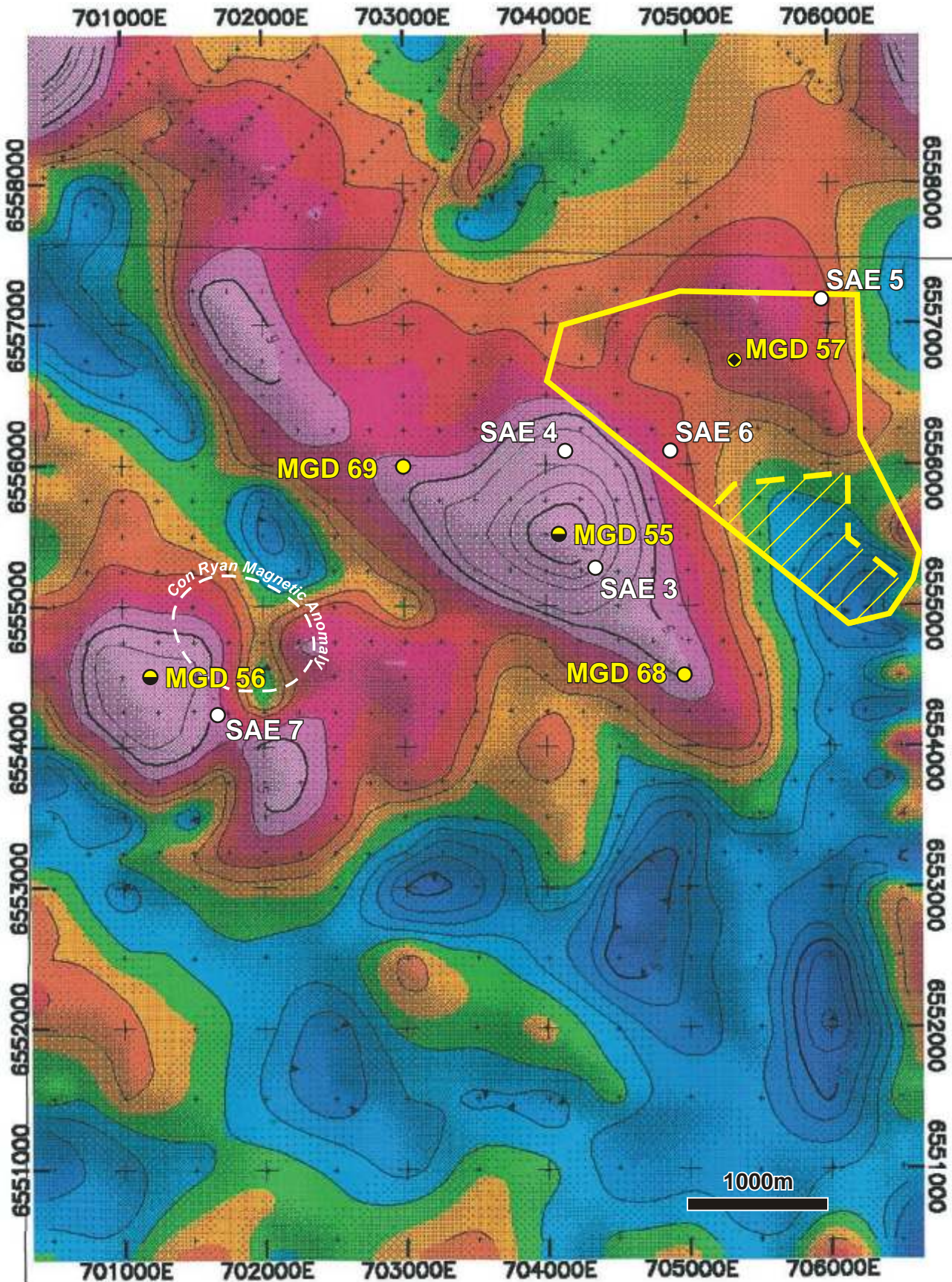
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ATTRIBUTION

The information in this report that relates to exploration results, mineral resources and ore reserves is based on information compiled by Mr D N Harley, who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Harley 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 Harley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.



REFERENCE

- 2011 diamond drill hole
- ◐ 2010 diamond drill hole
- 2009 diamond drill hole
- Old MIM diamond drill hole 1980s
- Copper resource in Cover Sequence
- Higher grade zone

Gunson Resources Ltd

Mount Gunson Project
Emmie Bluff Prospect
Residual Gravity and
Basement Drilling

Scale : 1:40,000

File : Emmie Bluff Gravity & Basement Drilling.cdr

Date : 10 Oct 2011

Figure 1