

29 June 2006

Manager Announcements  
Companies Announcements Office  
Australian Stock Exchange Limited  
10<sup>th</sup> Floor, 20 Bond Street  
SYDNEY NSW 2000

Via: [www.asxonline.com](http://www.asxonline.com)

Dear Sir/Madam

**Alloy**  
**RESOURCES LIMITED**

ACN 109 361 195

Level 2, 668 Murray St. West Perth  
WA 6005 Australia  
PO Box 1078 West Perth  
WA 6872 Australia

Tel: 618 9289 9116  
Fax: 618 9289 9189  
Email: [info@alloyres.com](mailto:info@alloyres.com)

## DRILLING COMMENCES AT COMET GOLD PROJECT

- RC drilling commences at Comet-Webb's patch Gold Project
- Two RC rigs on site to test 2.5km geophysical anomaly and extensions to Comet resource
- Independent consultant engaged to review and optimise current resources and reserves
- Sub-audio magnetic geophysical surveys recently completed over resources and prospects at Comet-Webb's Patch and Horse Well with good correlation between conductivity and known gold deposits

## DETAILS OF DRILLING PROGRAMME AT COMET

Alloy Resources Limited (**ASX Code: AYR & AYRO**) is pleased to announce that drilling has commenced at its Comet-Webb's Patch gold project in Western Australia following the Company's successful ASX listing in April of this year. Two reverse circulation (RC) rigs have commenced drilling at Comet. The drilling programme is designed to:

- look for extensions to the open mineralisation surrounding the Comet underground resource; and
- test the 2.5 kilometre-long geophysical anomaly extending south-west from the known gold mineralisation at Comet.

Assay results from this drilling campaign will be released to the market in due course.

## OPTIMISATION OF RESOURCES & RESERVES

Alloy has engaged an independent resources consultancy to review the Company's existing gold resources and prospects in order to provide optimised resources and reserves for developing mining operations in the short to medium term. Results of this review should be completed and released to the market within the next two months.

## SUB-AUDIO MAGNETIC SURVEYS COMPLETED

Sub-audio magnetic (SAM) geophysical surveys have been completed over the gold resources and prospects at Comet-Webb's Patch and Horse Well. The data is currently being processed and interpreted, however preliminary results show a good correlation between conductivity trends and known gold deposits, with a number of similar trends showing up in surrounding areas where there is no drilling.

Yours faithfully,



**Dr. JAYSON MEYERS**  
Managing Director

*The information in this report which relates to Exploration Results is based on information compiled by Dr. Jayson Meyers, Managing Director of Alloy Resources Limited and who is a Member of the Australian Institute of Geoscientists. Dr. Meyers 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." Dr. Meyers consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.*

#### **ABOUT ALLOY**

**Alloy is gold exploration company whose current focus is gold in Western Australia. Alloy's short to medium term goals are to:**

- **recommence mining operations at the Comet Gold Mine;**
- **commence mining at the Horse Well gold project; and**
- **expand its resource base through aggressive exploration at all its projects.**

***For further information contact:***

**Dr Jayson Meyers  
Managing Director  
Alloy Resources Limited  
Telephone 08-9289-9116  
[www.alloyres.com.au](http://www.alloyres.com.au)**