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Manager Announcements  
Companies Announcements Office  
Australian Securities Exchange Limited  
Level 4, 20 Bridge St  
SYDNEY NSW 2000

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Dear Sir/Madam

# Alloy

**RESOURCES LIMITED**

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## COMET GOLD PROJECT UPDATE

### HIGHLIGHTS

- **Completion of drilling campaign at the Comet Gold Project**
- **150 metre extension of the Comet underground ore body**
- **Potential increase in gold resources**

### RESOURCE EXTENSION DRILLING

The Company recently completed a three hole diamond drilling campaign, for a total of 1,040 metres at its Comet gold project located near the town of Cue, WA. The drilling confirmed the extension of the Comet underground ore body by 150 metres below the existing resource definition, with the potential to increase the gold resource over and above the existing 165,000 ounces.

A low angle, directional diamond hole was drilled from behind the Comet waste dump to intersect the ore body at a vertical depth of 350 metres from the surface (Figure 1). A daughter hole was extended to the north and hit the mineralised zone 70 metres away, and another hole was drilled into the mineralised zone some 250 metres to the northeast. While this gold deposit is narrow, the grade and planar continuity of the deposit make it attractive for underground mining.

A revised gold resource estimate is being calculated for the Comet underground deposit using all of the drilling completed by Alloy.

Mining of the Comet underground deposit and two open cut deposits is in the advanced planning stage. Preliminary studies for establishing a treatment facility on site or for toll treating the mined ore are also nearing completion.

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

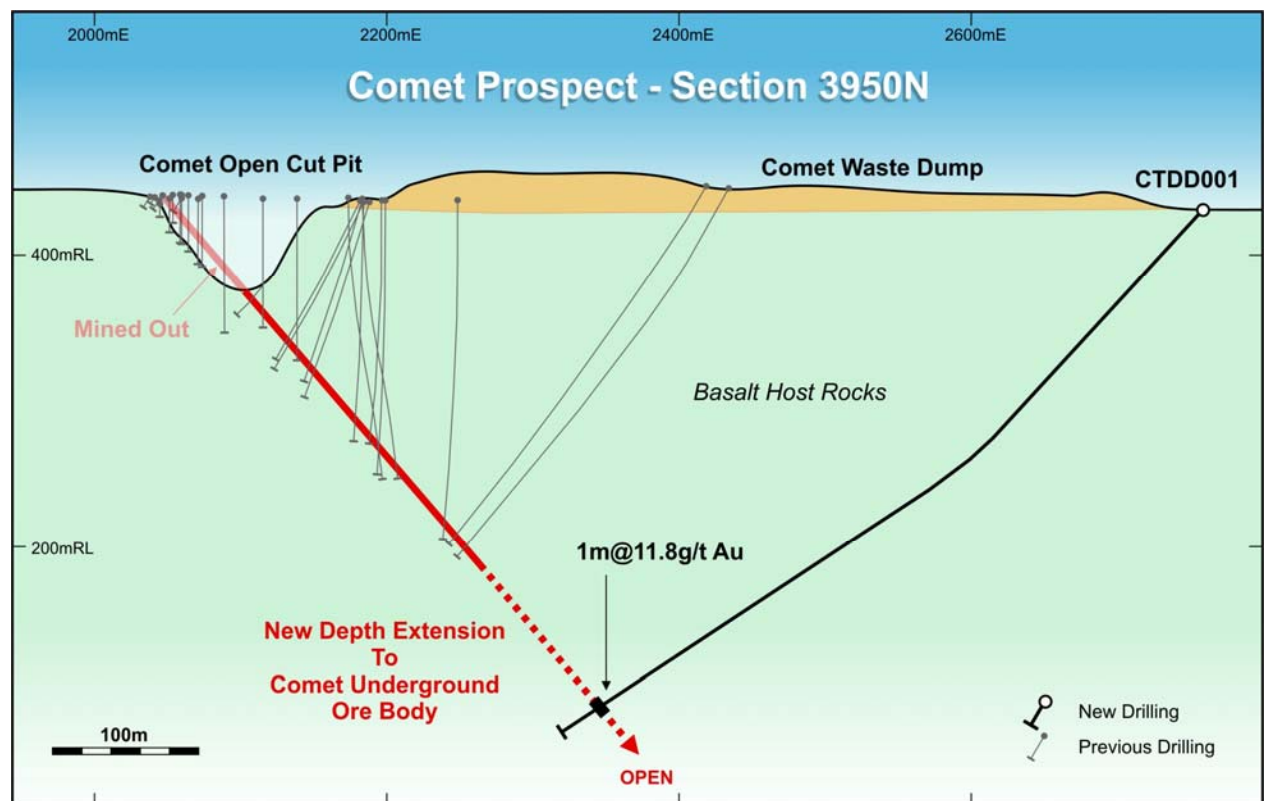
Alloy is a gold exploration company whose current focus is gold in Western Australia. Alloy's short to medium term goals are to:

- 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.

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**Figure 1.** Geological cross section showing the location of the gold mineralised structure down-dip from previous resource drilling.