6 July 2007

High Grade Zinc and Copper Intersections continue at Kangaroo Caves, Western Australia

Australian mineral exploration company Sipa Resources Limited (Sipa) has continued to receive high grade Zinc and Copper intersections from 'infill' drilling at the Kangaroo Caves Zinc-Copper Deposit, within the Panorama Exploration Project, located in the Pilbara region of Western Australia.

CBH Resources Limited (CBH) is earning a 60% interest in Panorama by funding A$4 million of exploration, with Sipa being paid to manage this exploration.

Sipa has received results from a further nine Reverse Circulation drillholes at the project, with seven of these holes encountering significant intersections. The best of these, KCC 31, returned:

- **13 metres Estimated True Thickness @ 7.6% zinc and 0.8% copper,** from 228 to 241 metres, including
- **6 metres Estimated True Thickness @ 12.2% zinc and 1.6% copper,** from 228 to 234 metres.

Sipa

A total of 17 holes (KCC17 to KCC33) was drilled in the May-June 2007 programme and significant intersections have been returned from 12 of the 15 holes, for which results are to hand (see also Sipa's 13 June 2007 ASX Announcement regarding KCC17 to KCC22).

Details of the most recent results from holes KCC23 to KCC31 are provided in the table following, and drill hole positions are shown on the attached Plan. Results from two holes are awaited, as are results from four holes drilled at the Jamesons Prospect and two holes drilled at the Breakers Prospect

These latest results, particularly when combined with the existing results, continue to encourage the company and further enhance the likelihood of this deposit providing signficant additional ore to feed the concentrate facility proposed by CBH Resources Limited, six kilometres to the north at Sulphur Springs.

The May-June drilling was targeted on mostly 40 metre-spaced 'infill' drill sections in order to allow for an upgrading of the current resource estimate. At least two positions exist to extend the Deposit to the west and southeast, at relatively shallow depths, as shown on the Plan.

The current resource estimate is 1.7 million tonnes @ 9.8% zinc and 0.6% copper. Once all results from Kangaroo Caves are received and collated, it is the companys intention, as a matter of priorty, to calculate and release to the ASX an updated resource estimate for this deposit.

The next drilling programme at Panorama, presently scheduled for September 2007, will look to 'extend' the potentially open pit mineable portion of Kangaroo Caves to the west and southeast. Sipa will also carry out further drilling at Jamesons and Breakers and also at some of the Anomaly 45, Man O' War, Nambucca and Roadmaster Prospects.

For further information please contact Michael Doepel, Managing Director. mike@sipa.com.au

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Table of Results – Kangaroo Caves

Hole	MGAE	MGAN	Dip	Azimuth	From (m)	To (m)	Interval (m)	ETT (m)	Cu%	Pb%	Zn%	Ag ppm
KCC23	73 2664	765 3648	50	222	159	161	2	2	0.08	0.21	**8.38**	25
					168	174	6	6	**2.54**	0.25	1.71	24.5
					174	178	4	4	0.20	0.02	**5.04**	3.125
KCC24	73 2667	765 3652	85	222	182	188	6	6	**1.96**	0.19	**4.55**	11.33
KCC25	73 2604	765 3697	50	222			NSI					
KCC26	73 2604	765 3697	85	222	146	164	18	16	0.79	0.20	**4.21**	7.78
KCC27	73 2554	765 3793	50	222	146	150	4	4	0.34	1.24	**9.81**	49.75
					151	156	5	5	**2.73**	0.02	0.41	5.3
KCC28	73 2635	765 3892	70	222	187	201	14	14	0.37	0.79	**7.87**	14.36
					201	203	2	2	**3.68**	0.02	0.30	4.5
KCC29	73 2760	765 3694	80	222	193	196	3	3	0.03	0.08	1.24	0.67
KCC30	73 2743	765 3740	80	222	217	224	7	7	0.51	0.50	**5.75**	16.64
KCC31	73 2714	765 3762	70	222	228	241	13	13	0.80	0.24	**7.58**	2.08
				(including	228	234	6	6	**1.64**	0.25	**12.24**	30.17)

ETT (m) - Estimated True Thickness in metres
NSI - No Significant Intersection

Sipa Resources Limited is a Perth-based Australian Mineral Exploration Company that is committed to increasing shareholder wealth through discovery of a 'Company Making' orebody of Gold, Base Metals and/or Nickel sulphides within Australia.

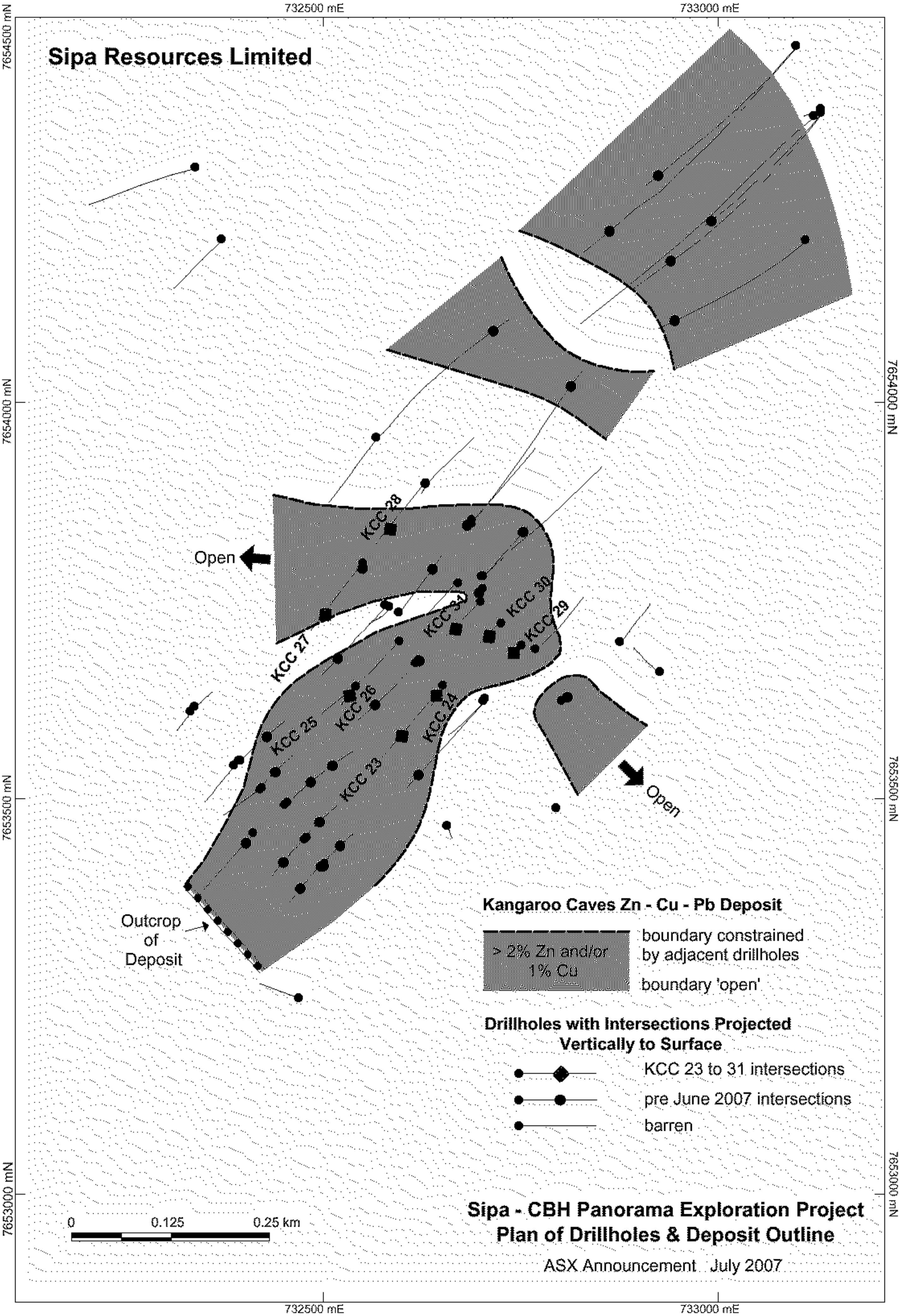
For more information contact Mike Doepel at mike@sipa.com.au or on 08 9481 6259.

Dated 6 June 2007

Signed on behalf of the Board of Sipa Resources Limited

Michael Doepel MSc, DIC, MAusIMM

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr M G Doepel who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Doepel is a full-time employee of Sipa Resources Limited. Mr Doepel 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 Doepel consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.


Sipa Resources Limited
732500 mE
733000 mE
7654500 mN
7654000 mN
7653500 mN
7653000 mN
Open
Open
KCC 28
KCC 27
KCC 31
KCC 30
KCC 29
KCC 26
KCC 25
KCC 24
KCC 23
Outcrop of Deposit
Kangaroo Caves Zn - Cu - Pb Deposit
> 2% Zn and/or 1% Cu
boundary constrained by adjacent drillholes
boundary 'open'
Drillholes with Intersections Projected Vertically to Surface
KCC 23 to 31 intersections
pre June 2007 intersections
barren
0
0.125
0.25 km
Sipa - CBH Panorama Exploration Project
Plan of Drillholes & Deposit Outline
ASX Announcement July 2007