QUARTERLY ACTIVITES REPORT AS AT 30 JUNE 2011

ASX Code: CNO

Securities on Issue

29.9m Ordinary Shares (quoted)

7.4m Ordinary Shares (restricted)

4.75m Options (unlisted)

Directors & Officers

Michael Ralston
(Non-Exec. Chairman)

John Ciganek
(Non-Exec. Director)

Simon MacKinnon
(Non-Exec. Director)

Tanya Woolley
(Company Secretary)

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Highlights during the quarter:

On 16 June 2011, Conto Resources Limited ("Conto" or "the Company") was admitted to the Official List of the Australian Securities Exchange (ASX). On 23 June 2011, official quotation of the securities commenced at 12:00pm AEDT (10:00 am WST).

The IPO closed with Conto raising the full A$4 million with oversubscriptions.

Cardinia Bore Project

- Visit by Geologist to the Cardinia Bore Project is planned for the month of August 2011.
- Conto targeting an exploration programme in this highly prospective gold territory

Financial

- At 30 June the company had cash reserves of $4,093,640.

Corporate

During the period the following allotments of securities were made:

- 29,900,000 fully paid ordinary shares;
- 4,000,000 unlisted broker options were issued, exercisable at $0.20 each on or before 31 May 2014; and
- 750,000 unlisted directors options were issued exercisable at $0.20 each on or before 1 April 2014.

Overview Cardinia Bore Project

As detailed in the prospectus, the Company has entered into a Farmin Agreement with Sammy Resources Pty Ltd (Sammy), pursuant to which the Company acquired a right to earn an 80% interest in the Cardinia Bore Project by completing 1,000 metres of RC drilling within 2 years of the Company listing on the ASX.

The Company has commenced a technical review of the Cardina Bore Project which will include an evaluation of all available sources of geological data with a view to gaining a better understanding of the exploration potential of the project. A geological report outlining the available geological data, the proposed exploration targets and recommended work program. The geologist will be visiting the Project area in August 2011.

Location and Tenure

The Cardinia Bore Project is located approximately 28 km ENE of Leonora in the Goldfields-Esperance region of Western Australia and consists of 9 tenements covering 1,309 hectares. The region has a long history of gold mining and exploration.

The Cardinia Bore project consists of 9 granted prospecting licenses covering an area of approximately 1,309 hectares. These tenements are held by Sammy Resources and are as follows:

Tenement	Size (Ha)	Grant Date	Expenditure Commitment	Rent	Holder
PL37/7635	158	6/02/2009	$6,320	$364.98	Sammy Resources Pty Ltd
PL37/7636	150	6/02/2009	$6,000	$346.50	Sammy Resources Pty Ltd
PL37/7637	165	6/02/2009	$6,600	$381.15	Sammy Resources Pty Ltd
PL37/7638	182	6/02/2009	$7,280	$420.42	Sammy Resources Pty Ltd
PL37/7639	200	6/02/2009	$8,000	$462.00	Sammy Resources Pty Ltd
PL37/7640	142	6/02/2009	$5,680	$328.02	Sammy Resources Pty Ltd
PL37/7641	91	6/02/2009	$3,640	$210.21	Sammy Resources Pty Ltd
PL37/7642	90	6/02/2009	$3,600	$207.90	Sammy Resources Pty Ltd
PL37/7654	131	12/06/2009	$5,240	$302.61	Sammy Resources Pty Ltd
Total	**1,309 Ha**		**$52,360**	**$3,023.79**	

There is good access to the southern portion of the Cardinia Bore Project, which is accessed via the sealed Laverton to Leonora Road, and then 35 kilometres from

Leonora, via gravel station tracks, as well as within the project area itself which has haul road, exploration tracks, station tracks and fence lines.

Other projects of interest

In addition to seeking to earn an 80% interest in the Cardinia Bore Project, the Company intends to pursue new projects in the resources sector, both in Australia and overseas, by way of acquisition or investment/joint venture. These projects may include other types of minerals, including, without limitation, coal, potash, iron ore, copper and gold.

Corporate/Financial

- On 16 June 2011, Conto Resources Limited was admitted to the Official List of the Australian Securities Exchange (ASX). On 23 June 2011, official quotation of the securities commenced at 12:00pm AEDT (10:00 am WST).

- The IPO closed with Conto raising the full A$4,000,000 with oversubscriptions.

- At 30 June 2011, the Company had cash reserves of $4,093,640.

During the period the following allotments of securities were made:

- On 1 April 2011, 750,000 options were issued to the Directors, following shareholder approval on 1 April 2011, and are exercisable at $0.20 each on or before 1 April 2014;

- On 7 April 2011, 4,500,000 fully paid ordinary shares (subject to escrow period of 12 months) were allotted to shareholders following shareholder approval on the 7 April 2011, and are exercisable at $0.20 each on or before;

- On 24 May 2011, 20,000,000 fully paid ordinary shares from the IPO were allotted to shareholders;

- On 24 May 2011, $25,000 cash was paid, and 400,000 fully paid ordinary shares were issued, to Sammy Resources Pty Ltd, pursuant to the Farmin Agreement that the Company entered into on 16 February 2011; and

- On 31 May 2011 4,000,000 options were issued to various Brokers to the Prospectus. The options are exercisable at $0.20 each on or before 31 May 2014.

-ENDS-

For more information please contact us:

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About Conto

Conto Resources Limited is an Australian-based exploration company established primarily to acquire, explore, evaluate and exploit gold deposits and explore prospective tenements for other minerals.

The Cardinia Bore Project is located approximately 28 km ENE of Leonora in the Goldfields-Esperance region of Western Australia and consists of 9 tenements covering 1,309 hectares. The region has a long history of gold mining and exploration.

In line with the Company's strategy to acquire prospective projects, the Company has entered into a corporate mandate arrangement with Otsana Capital to secure mineral projects for the Company in the future. For more information, visit www.contoresources.com.

Figure: Cardinia Bore Project location