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ASX ANNOUNCEMENT
The Manager
Company Announcements Office
Australian Stock Exchange Limited
PO Box H224 Australia Square
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GOLD TRENDS IDENTIFIED AT CONTO'S CARDINIA BORE PROJECT

Highlights

- **Soil sampling identifies gold anomalies up to 17ppb**
- **Silver anomalies also identified**
- **Coherent gold anomalous zones with coincident multi-element trends returned in MMI soil geochemistry**
- **The main anomalous areas coincide with the interpreted intersection between NW and NE trending structures**

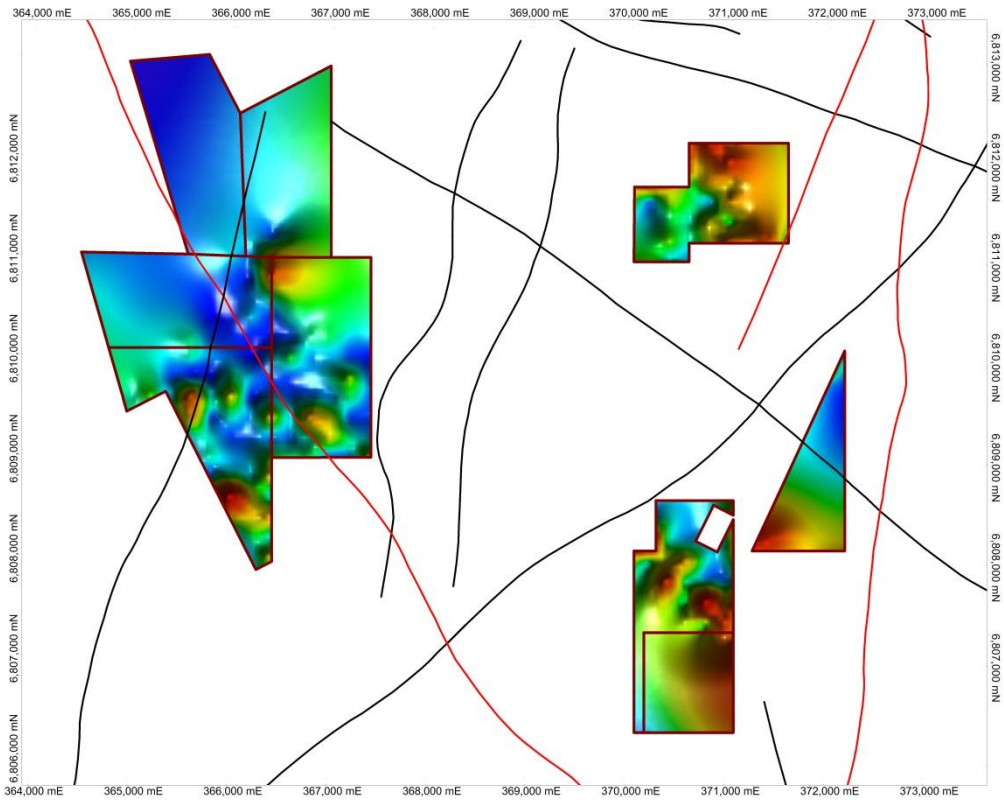

Figure 1: Au Response Ratios and Regional Structure

Conto Resources Limited (ASX: **CNO**) (**Conto** or **The Company**) is pleased to report that it has received all results for the Mobile Metal Ion[1] (MMI) soil sampling program completed at its Cardinia Bore Project, east of Leonora. The returned gold results, which form several coherent anomalies above geological structures, add significantly to the understanding and prospectivity of the Cardinia Bore area (**Figure1**).

Gold anomalism is up to 37 times background with peak raw values of 17 ppb occurring in soils adjacent to a sheared contact between mafic and ultramafic volcanics. The gold is coincident with several pathfinder elements, including silver, cadmium and copper. It also lies above the interpreted intersection of north northeast-trending structures with the main north-northwest trending faults.

Technical information

The known resources in the vicinity of the Cardinia Bore Project are contained within a sub-horizontal supergene zone lying within 50m of the surface. To date no significant primary mineralisation has been defined. The sharpness and high contrast inherent in the MMI technique, which specifically target signals sourced from primary mineralisation, make it favourable as a targeting tool to facilitate discovery of mineralization in the early stages of exploration programs.

The MMI survey involved the collection of 328 soil samples (excluding standards and duplicates) on a 200x200m grid across the entire Cardinia Bore Project area. SGS Laboratories in Perth received the samples, and analysed for a multi commodity exploration package comprising of 45 elements. The MMI package represents the preferred digest package for geochemical exploration.

Results

MMI soil geochemistry has identified several large and coherent gold anomalies with peak values of up to 37 time background (max. 17 ppb Au)[2] (Refer to Appendix A). The gold anomalies coexist with laterally persistent multi-element corridors defined by anomalous concentrations in several pathfinder elements, including silver, cadmium, and copper. The corridors are developed generally parallel to the regional foliation and correspond with interpreted fault zones. The faults parallel the NNW-trending Keith-Kilkenny lineament, which lies just west of the area. The multi-element corridors and anomalous gold also lie above crosscutting, NNE-trending splays.

The gold anomalies also occur along strike from historical mines and include areas where no previous exploration drilling has taken place.

The geometry of the geology and geochemistry supports a riedel shear model.

The Company is planning infill geochemical sampling to test these targets.

Competent Person Statements

Technical information in this report has been prepared under the supervision of Mr Jonathan King, a member of the Australian Institute of Geoscientist (AIG). Mr King has sufficient experience which is relevant to the styles of mineralisation 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" (the JORC Code). Mr King consents to the inclusion in this report of the Information, in the form and context in which it appears.

[1] MMI geochemistry is a super sensitive technique that analyses extremely low levels of elements that adhere as metal ions to the soil particles. These ions having travelled vertically through the regolith cover from metal bodies below, accurately report the position of these bodies at surface.

[2] Geochemical background is defined as the normal abundance of an element in the explored hinterland. Geochemical anomalies exist when returned results in the target element appreciably exceed the normal reporting or 'background' level of the enclosing rocks: the higher the ratio the more significant the degree of enrichment.

For more information:

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About Conto

Conto Resources Limited is an Australian-based exploration company established to cost effectively explore its Lone Wolf Projects and Cardinia Bore areas and actively seek acquisition opportunities.

The Lone Wolf Project is located approximately 15km northeast of Leonora within the North Eastern Goldfields region of Western Australia. The project consists of two prospecting licence applications, covering a total area of approximately 3.2km^2. The limited wide spaced historical drilling has outlined a continuous mineralised strike of 830m.

The Cardinia Bore Project is located approximately 28 km ENE of Leonora and consists of 9 tenements covering 1,309 hectares.

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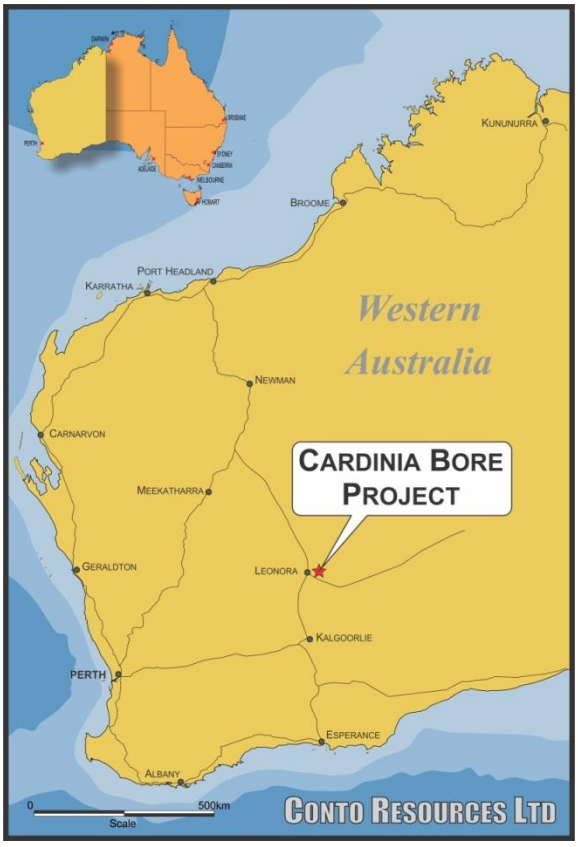

Location of Cardinia Bore Project

APPENDIX A:

Summary Statistics: Cardinia Bore Project MMI Soils (all results in parts per billion)

	Mean	Std. Dev.	Std. Error	Count	Minimum	Maximum
Mo	3.826	2.691	.149	328	2.500	19.000
Al	8.136	8.567	.473	328	.500	88.000
Ba	552.165	453.259	25.027	328	50.000	3250.000
Cd	5.640	3.783	.209	328	.500	28.000
Cs	.519	.494	.027	328	.250	3.600
Dy	48.444	66.131	3.651	328	.500	700.000
Er	22.751	32.102	1.773	328	.250	343.000
Eu	13.394	17.463	.964	328	.250	174.000
Ga	1.671	2.535	.140	328	.500	27.000
Gd	68.773	90.268	4.984	328	.500	930.000
Hg	2.438	1.826	.101	328	.500	10.000
La	49.582	94.289	5.206	328	.500	1180.000
Li	3.029	2.237	.124	328	2.500	22.000
Mg	205.338	176.006	9.718	328	34.000	1908.000
Nd	150.872	267.204	14.754	328	.500	3180.000
Pr	22.735	43.184	2.384	328	.500	534.000
Rb	31.114	33.092	1.827	328	2.500	246.000
Sc	21.595	30.763	1.699	328	2.500	248.000
Sm	45.966	64.480	3.560	328	.500	669.000
Sr	2297.835	1519.374	83.893	328	350.000	13500.000
Tb	8.738	11.202	.619	328	.500	113.000
Th	9.176	14.655	.809	328	.250	91.200
Y	286.058	364.383	20.120	328	2.500	3680.000
Yb	13.564	20.321	1.122	328	.500	220.000
Zr	3.047	2.064	.114	328	2.500	16.000
Ag	6.316	7.538	.416	328	.500	119.000
Au	2.115	2.428	.134	328	.050	17.000
Ca	700.576	286.756	15.833	328	154.000	1637.000
Ce	138.197	302.456	16.700	328	2.500	3190.000
Co	209.840	170.023	9.388	328	2.500	1330.000
Cu	1508.262	564.852	31.189	328	180.000	3570.000
Fe	2.736	1.043	.058	328	.500	7.000
K	50.825	69.976	3.864	328	.900	507.000
P	.161	.126	.007	328	.050	.900
Ni	554.082	393.273	21.715	328	70.000	2460.000
Mn	3783.476	3283.501	181.301	328	90.000	26300.000
Ti	13.186	11.142	.615	328	1.500	151.000
U	37.131	32.624	1.801	328	3.000	182.000
Pb	7.363	7.897	.436	328	5.000	80.000
Zn	122.348	158.121	8.731	328	10.000	1130.000