



ASX Release

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LINDIAN RESOURCES LIMITED
Level 1 / 33 Richardson Street
West Perth , Australia WA 6872
Tel: +61 8 9200 4438
Fax: +61 8 9200 4469

Contact:
Steve Leithead
Managing Director

E-mail:
info@lindianresources.com.au

For the latest news:
www.lindianresources.com.au

Directors / Officers:
Matthew Wood
Steve Leithead
Scott Funston
Angus Caithness
Brian McMaster

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Drilling operations at Sabang Prospect –
Hole BMS-011.

SABANG DISCOVERY EXPLORATION UPDATE

Lindian Resources Limited is extremely pleased to announce that the Company has received more exceptional gold and silver intersections from hole **BMS-011** drilled on the Sabang New Discovery Zone on the southern portion of the Masapelid Project in the Philippines (Figures 1, 2 and 3). **These results include a significant zone of gold and silver mineralisation comprising:**

181.00 metres at 0.98g/t gold, 3.42g/t silver and 0.18% copper from 162.00 metres

Drill hole **BMS-011**, collared approximately 180 metres to the northeast of hole **BMS-007b** on the **BMS-007a, BMS-007b, BMS-008, BMS-009** and **BMS-011** cross section (Figure 4) was drilled to the southwest to intersect and confirm the tenor and width of gold and silver initially identified in the New Discovery Zone. **BMS-011** has succeeded in achieving this objective.

Drill hole **BMS-011** has intersected a broad zone of gold-silver mineralisation consistent with the grades and order of magnitude widths achieved in holes **BMS-007b** and **BMS-008**.

The results from **BMS-011** confirm the Company's belief that Sabang hosts a major gold and silver mineralised system lying beneath a supergene copper-silver-gold cap.

The overall intersection for BMS-011 also contains high grade gold and silver intervals as identified in the initial discovery holes and as shown in Table 1.

With the arrival of a third rig on site, drilling is now also targeting the near surface supergene copper-silver-gold zone. Initial drilling on the supergene zone will be to define the outer limits of the mineralised blanket with the aim of determining the broad dimensions of the mineralised system. Once this is achieved, RC drilling rigs will be engaged to perform drill out of this zone to support resource estimation during 2012.

The Company is of the strong view that the Sabang Prospect hosts a significant World Class supergene copper-silver-gold zone overlying an extensive and well mineralised gold-silver±copper system containing high grade gold-silver veins.

The Company is committed to providing regular news flow from the Sabang Prospect as assay results are received.

Steve Leithead
Managing Director



Drill core as recovered in triple tube split sets – Hole BMS-011.



Sabang Prospect – silica stockwork zone on Sabang Bay.



Sabang Prospect – drilling operations

COMPETENT PERSONS STATEMENT

The information in the above announcement that relates to Exploration Results is based on information compiled by Mr Steven Leithead, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Leithead is a Director of Lindian Resources Limited. Mr Leithead 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 Leithead consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

DISCLAIMER

The announcement may contain certain forward-looking statements. Words ‘anticipate’, ‘believe’, ‘expect’, ‘forecast’, ‘estimate’, ‘likely’, ‘intend’, ‘should’, ‘could’, ‘may’, ‘target’, ‘plan’, and other similar expressions are intended to identify forward-looking statements. Indication of, and guidance on, future earnings and financial position and performance are also forward-looking statements.

Such forward-looking statements are not guarantees of future performance, and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Lindian, its officers, employees, agents and associates, which may cause actual results to differ materially from those expressed or implied in such forward-looking statements.

Actual results, performance, or outcomes may differ materially from any projections or forward-looking statements or the assumptions on which those statements are based.

You should not place any undue reliance on forward-looking statements and neither Lindian nor its directors, officers, employees, servants or agents assume any responsibility to update such information.



Figure 1: Lindian Resources Limited – Philippines Projects.

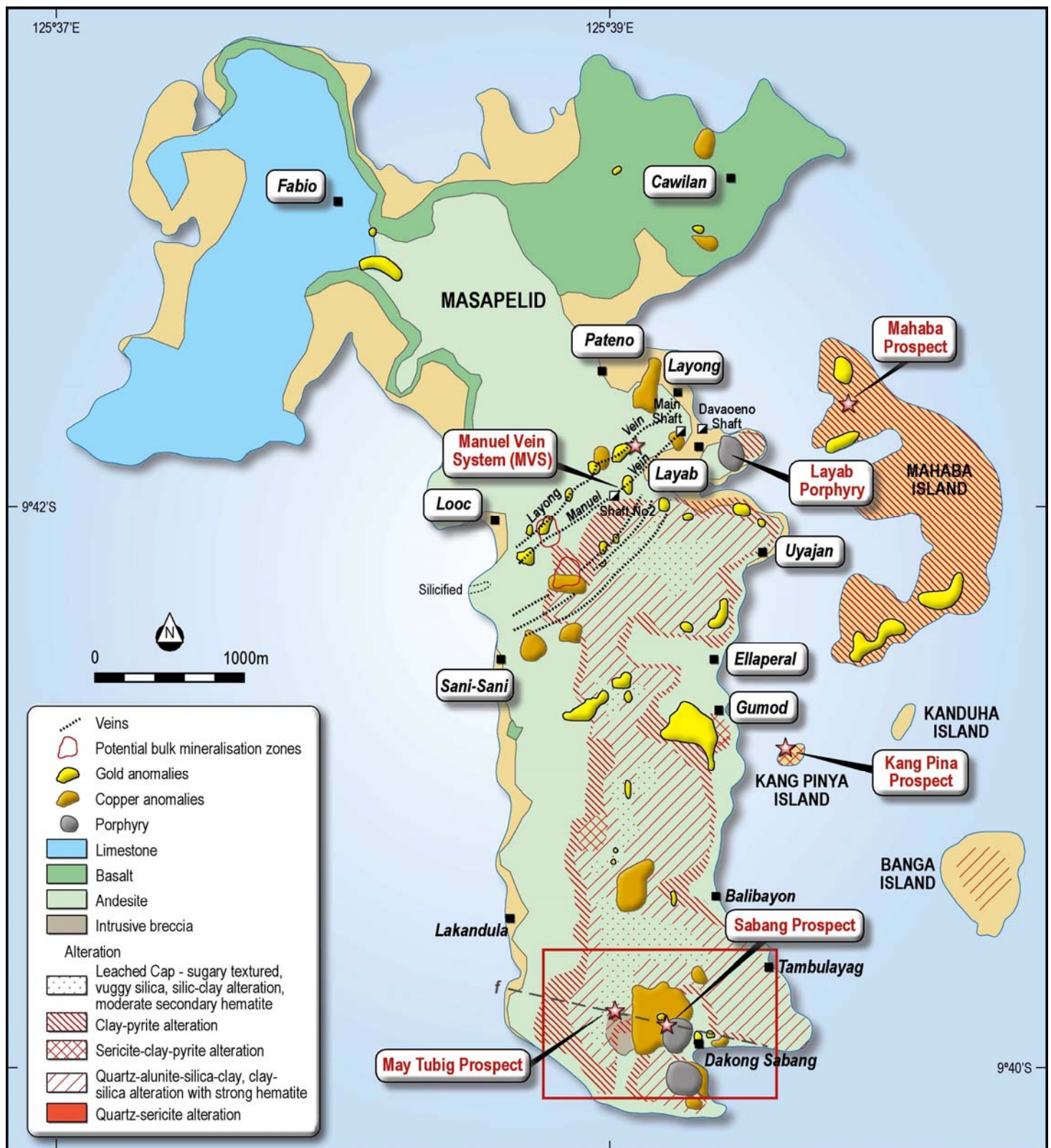


Figure 2: Masapelid Project showing location of Sabang Prospect on the southern portion of Masapelid Island.

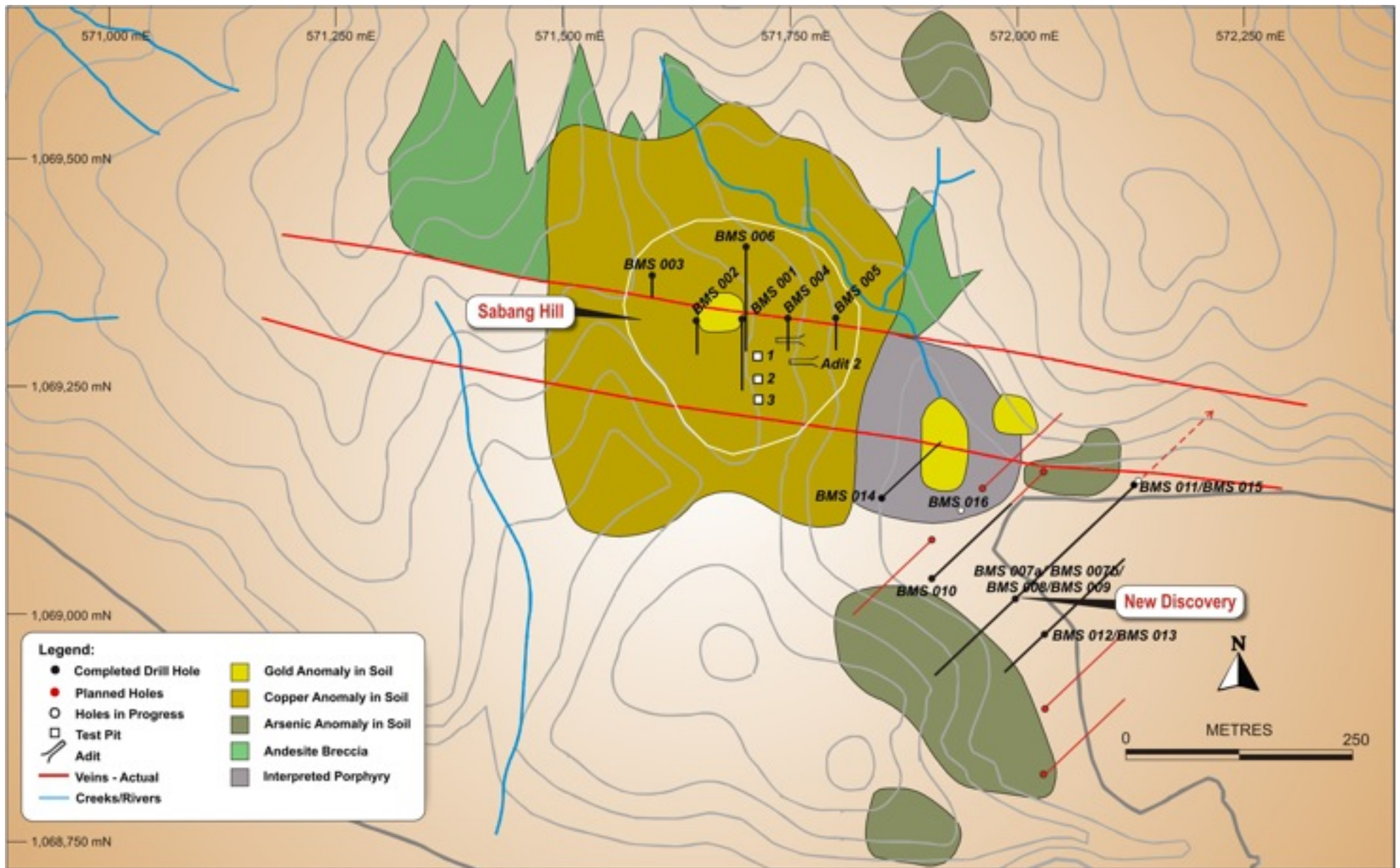


Figure 3: Sabang Prospect – Showing location of Drill Hole BMS-011.

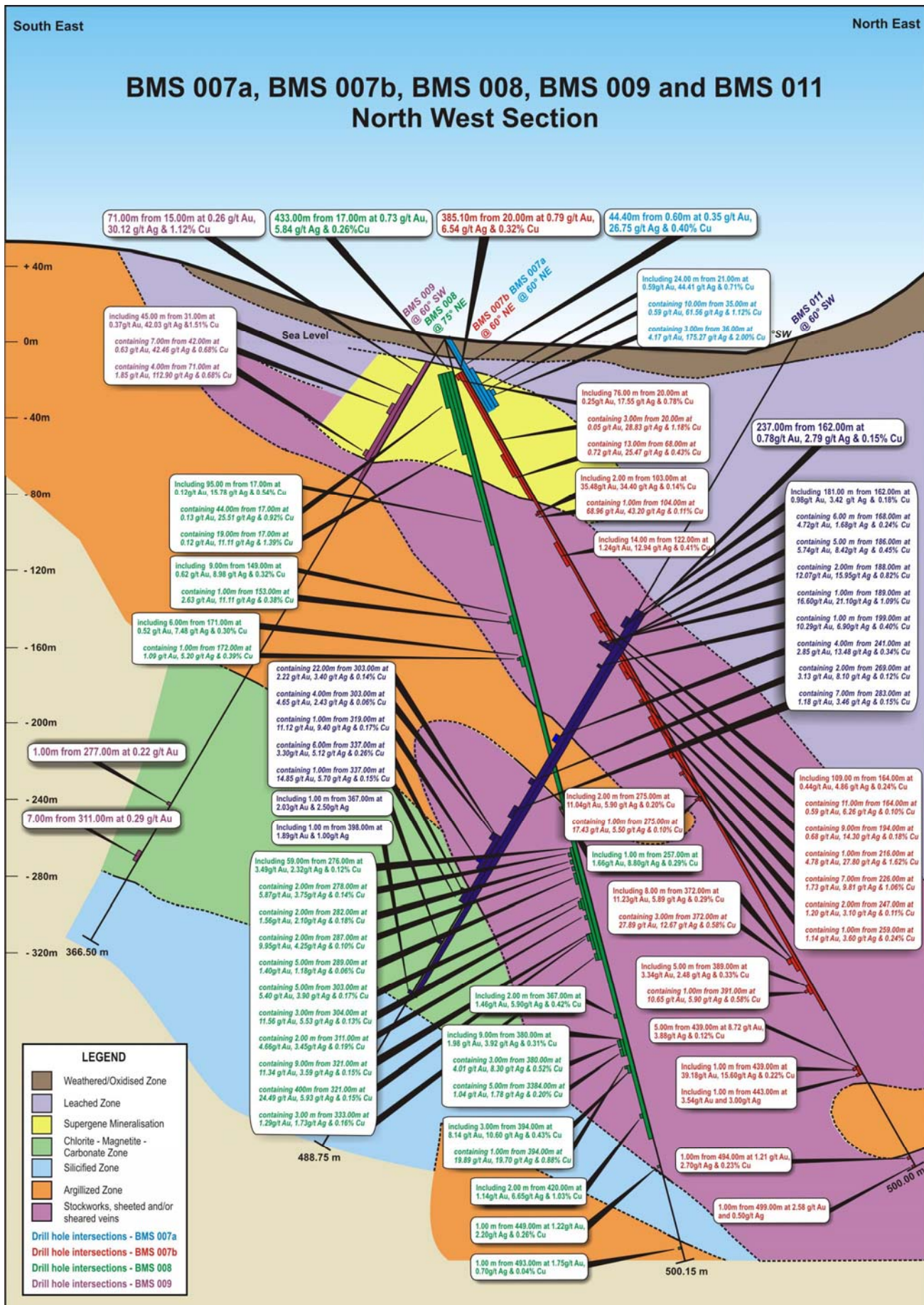


Figure 4: Sabang Prospect – Cross Section BMS-007a, BMS-007b, BMS-008, BMS-009 and BMS-011.

Table 1: Masapelid Project – Sabang Prospect. Significant intersections for drill hole BMS-011.

Prospect	Hole Number	Easting	Northing	Azimuth	Dip	Depth (metres)	From (metres)	To (metres)	Interval (metres)	Gold (g/t)	Silver (g/t)	Copper (%)
SABANG PROSPECT												
	BMS-011	791607.40	1069834.80	225	-60	488.75	162.00	399.00	237.00	0.78	2.79	0.15
	including						162.00	343.00	181.00	0.98	3.42	0.18
	which contains						168.00	174.00	6.00	4.72	1.68	0.24
	which contains						186.00	191.00	5.00	5.74	8.42	0.45
	which contains						188.00	190.00	2.00	12.07	15.95	0.82
	which includes an interval						189.00	190.00	1.00	16.60	21.10	1.09
	which contains						199.00	200.00	1.00	10.29	6.90	0.40
	which contains						241.00	245.00	4.00	2.85	13.48	0.34
	which contains						269.00	271.00	2.00	3.13	8.10	0.12
	which contains						283.00	290.00	7.00	1.18	3.46	0.15
	which contains						303.00	325.00	22.00	2.22	3.40	0.14
	which includes an interval						303.00	307.00	4.00	4.65	2.43	0.06
	which includes an interval						319.00	320.00	1.00	11.12	9.40	0.17
	which contains						337.00	343.00	6.00	3.30	5.12	0.26
	which contains						337.00	338.00	1.00	14.85	5.70	0.15
	including						367.00	368.00	1.00	2.03	2.50	-
	including						398.00	399.00	1.00	1.89	1.00	-