

UPDATE

ZAMBIAN HIGH COURT APPEAL

3rd October 2011

Chrysalis Resources Ltd advises the appeal against the Zambian Minister of Mines decision to not grant the transfer of shares in Sedgwick Resources Ltd to Zambian Copper Pty Ltd, which would become a 99.90% wholly owned company of Chrysalis, was heard in the High Court of Zambia on the 26th September 2011. The hearing was subsequently adjourned to 11th October 2011.

The reason for the adjournment was due to the recent government election in Zambia which was held on the 20th September 2011 with the results being a change of government. As a result of the change of government, the Department of Mines were unable to be represented at the High Court Appeal.

We will advise of the progress of this appeal in due course once further information is available.

Further information contact:



Dr Neale Fong
Executive Chairman



Mel Cotterell
Company Secretary

| Chrysalis Resources Limited | Company Snapshot | Company Structure | Board Management |
|---|--|---|--|
| Level 1 331 Hay Street SUBIACO WA 6008 PO Box 226, Wembley WA 6913 Phone: 618 9380 4430 Fax: 618 9481 5044 E: info@chrysalisresources.com.au www.chrysalisresources.com.au | Listed on ASX 27 May 2008 ASX Share Code CYS Sector Mining | No of Shares on Issue 44,895,801 No of Options on Issue 35,036,327 Cash (as at 31 st Aug 11) \$0.19M | Dr Neale Fong Executive Chairman Mr Adrian Paul Non-Executive Director Mr Grant Kidner Non-Executive Director Mel Cotterell Company Secretary |