

• CHRYSLIS FINALISES ACQUISITION OF ZAMBIAN COPPER PROJECT • MWONGO LICENCE NOW ACTIVE

7 June 2012

The Directors of Chrysalis Resources Limited are pleased to announce that settlement of the Zambian Copper Project was completed today after all remaining conditions of the contract were satisfied (see ASX announcement 15th March 2012).

This completes the acquisition by Chrysalis of 100% of Zambian Copper Pty Ltd and 99.9% of Sedgwick Resources Limited (a Zambian company) which owns in excess of 3,000km² of exploration ground which consists of:

1. The Northern Projects of Shikila and Kabwima North and South, are located between Lumwana (Barrick Mines formerly Equinox) and Kansanshi (First Quantum's) and Kansanshi and Chingola respectively, (total area 2,200km²).
2. The Central Zambian Project Mwongo and Bulala Hills are within 15km and 50km respectively of Blackthorn Resources Mumbwa Project (ASX Code BTR) (Total Area 838km²).

The Mwongo project which was previously a pending licence has now been granted.

Exploration

The Company will begin immediately with their planned exploration program which will include the following:

- Airborne Geophysics on all licences
- Ground Geophysics on all licences
- RC Drilling and targeted Diamond Drilling on our Shikila and Kabwima South drill targets
- Satellite Image Analysis on all licences

Settlement

The Company will, within 5 business days, issue 5 million ordinary fully paid shares in Chrysalis together with the first instalment of \$90,000 to the shareholders of Zambian Copper Pty Ltd in accordance with the terms of the Share Sale Agreement.

Chrysalis Resources Limited	Company Snapshot	Company Structure	Board Management
A.B.N 56 125 931 964 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 67,343,702 No of Options on Issue 35,036,327 Cash (as at 31 st Mar 12) \$0.67M	Dr Neale Fong Executive Chairman Mr Grant Kidner Executive Director Mr Adrian Paul Non-Executive Director Mel Cotterell Company Secretary

As per the Share Sale Agreement a second instalment of \$210,000 will be due and payable to the shareholders of Zambia Copper Pty Ltd upon a successful capital raising in due course.



Dr Neale Fong
Executive Chairman



Mel Cotterell
Company Secretary

Chrysalis Resources Limited	Company Snapshot	Company Structure	Board Management
A.B.N 56 125 931 964 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 67,343,702 No of Options on Issue 35,036,327 Cash (as at 31 st Mar 12) \$0.67M	Dr Neale Fong Executive Chairman Mr Grant Kidner Executive Director Mr Adrian Paul Non-Executive Director Mel Cotterell Company Secretary