



3 October 2006

The Announcements Office
Australian Stock Exchange Ltd
Level 3, 20 Bridge Street
SYDNEY NSW 2000

By ASX Online Transmission

Dear Sir,

Please find attached ASX/Media release regarding further confirmation of VMS nature of Erayinia JV, Base Metal prospect.

Yours faithfully

Timothy King
Company Secretary



03 October 2006

ASX CODE: ABU

ASX ANNOUNCEMENT /MEDIA RELEASE

Further confirmation of VMS nature of Erayinia

ABM Resources is continuing its research into the geochemistry of the Erayinia JV Project. Recently returned assays of a suite of non-ore elements show similarities of association with known VMS deposits. The presence of such elements as arsenic, bismuth, cadmium, antimony, tin and indium in the massive sulphide body at Erayinia enhances the likelihood of the mineralisation system at Erayinia as having a hydrothermal / exhalative origin. Very importantly, the concentrations of these elements are within the ranges of the same elements at Golden Grove (Murchison district) and some Canadian Archaean VMS deposits.

These assays also confirm that the alteration at Erayinia is of a high-sulphidic, high iron (and low magnesium) type, lead and silver are associated with the predominant zinc sulphide. So far, copper has been found in only low concentrations. However this is expected, from the VMS conceptual model developed by the company, to change, as the drilling goes deeper into the core of the mineralisation. The next stage of drilling will include deep diamond holes down to 500m.

For further information please contact

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The information in this Report that relates to Exploration results is based on information compiled by Barry Rees who is a member of the Australasian Institute of Mining and Metallurgy. Barry Rees is a Consultant Geologist with over 40 years experience as a geologist.

Barry Rees has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity for 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. Barry Rees consents to the inclusion in the report of the matters based on his information in the form and context in which it is used.