

ASX ANNOUNCEMENT

12 August 2011



Completion of Cheritons East Tenement Disposal

The Directors of Riedel Resources Limited (**Riedel**) are pleased to advise that Riedel's wholly owned subsidiary, AuDAX Minerals Pty Ltd (**ADXM**), has completed the agreement (**Agreement**) previously announced on 13 April, 2011, for the disposal of a 100% interest in the Cheritons East Tenement EL77/1223 (**Tenement**) to Silverstone Minerals Pty Ltd (**Purchaser**), a wholly owned subsidiary of Silver Stone Resources Limited (**Silver Stone**).

(See Figure 1 for project location)

Material Agreement Terms

The Agreement was conditional upon ASX granting Silver Stone conditional approval to be admitted to the Official List of ASX, subject only to completion of the Agreement occurring and the satisfaction of such other conditions as may reasonably be within Silver Stone's control.

The purchase consideration comprised:

- (a) the issue to Riedel at completion of the Agreement of 500,000 fully paid ordinary shares in the capital of Silver Stone (**ASX Code: SSZ**); and
- (b) \$100,000 cash (plus any applicable GST); and
- (c) \$10,000 for costs incurred by ADXM in respect of the Tenement.

The Agreement has now been completed, and Silver Stone hold a 100% interest in EL77/1223, known as Cheritons East.

COMPANY DIRECTORS

Mr Ian Tchacos
Non-Executive Chairman

Mr Bruce Franzen
Executive Director

Mr Jeffrey Moore
Managing Director

Mr Andrew Childs
Non-Executive Director

Mr Wolfgang Zimmer
Non-Executive Director

COMPANY SECRETARY

Mr Bruce Franzen

CONTACT DETAILS

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Figure 1: Riedel Resources Project Locations

For further information please contact:

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About Riedel Resources Limited

Riedel Resources Limited is an Australian Based exploration Company established to explore for and develop gold and base metals mineralisation in Western Australia. The Company was incorporated on 9 April 2010 as a public company for the purpose of acquiring a portfolio of highly prospective exploration projects located in Western Australia from ADX Energy Limited (formerly AuDAX Resources Limited). Riedel successfully listed on the ASX on 31 January 2011.

Further information can be found on Riedel Resources at the Company's website www.riedelresources.com.au.