



ASX Release

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Issued Capital:
194.1 million shares

ASX Symbol: OVR

JUNE 2011

QUARTERLY ACTIVITIES REPORT

HIGHLIGHTS

- **30 diamond drill holes completed during the quarter for ~6,500 metres. Analytical results received for 6 of these holes.**
- **Two diamond core rigs continue to drill at the Yukon Base Metal Project.**
- **High grade mineralisation intersected in drilling at both ends of the Darcy Zinc Deposit including:**
 - **16.0 metres at 8.0% zinc from 49 metres and**
 - **13.0 metres at 4.7% zinc from 111 metres**
 - **6.3 metres at 9.1% zinc from 9.7 metres**
- **Extension of mineralisation to the east of the Andrew Zinc Deposit identified in drilling, providing potential to extend the planned open pit.**
- **Maiden drill testing of extensive geochemical anomalism immediately to the northeast of the Andrew Deposit underway.**
- **New claims staked to increase the Company's total ground position by 100%.**
- **\$9,000,000 cash at bank**

During the June 2011 quarter Overland Resources Limited (ASX: OVR and "Company") commenced a 10,000 metre diamond drill programme at the Yukon Base Metal Project.

The Company opened the camp for the summer field season and commenced regional exploration at the Yukon Base Metal Project in April. Two diamond drill rigs were mobilised to the Project in May. Drilling to date has targeted vertical and lateral extensions of the high grade Andrew and Darcy Zinc Deposits, where, following the 2010 drilling programme, mineralisation remained open in all directions at both deposits. To date the Company has completed 30 drill holes for approximately 6,500 metres.

Andrew Zinc Deposit

Eight drill holes have been completed recently at the Andrew Zinc Deposit to test for extensions of mineralisation at depth and to the east of the Deposit. Thick zones of mineralisation have been intersected to the east, including:

- 12 metres at 3.5% zinc from 123 metres and
- 6 metres at 4.0% zinc from 157 metres in AN11-132.

Subsequent drilling, a further 50 metres east of hole AN11-132, has intersected significant widths of lower-grade mineralised breccia. Analytical results for four holes drilled at the Andrew Deposit recently are pending. Further drilling is planned following receipt of these results.

The Company is encouraged by the recently returned results and is optimistic that, on completion of the current drilling programme, it may be able to increase the resource for the Andrew Zinc Deposit beyond the current **7.2 Mt at 6.2% zinc and 1.5% lead** (see Table 1). There is also considerable potential to extend the proposed open pit to the east.

Darcy Zinc Deposit

Fourteen holes have been drilled recently at the Darcy Zinc Deposit. Analytical results for 4 of these have been received. Thick zones of significant mineralisation have been intersected, including:

- **6.3 metres at 9.1% zinc from 9.7 metres, and**
- **16.0 metres at 8.0% zinc from 49 metres in DY11-032, and**
- **13.0 metres at 4.7% zinc from 111 metres in DY11-033.**

The continuing shallow and high grade nature of the mineralisation intersected in drilling at the Darcy Deposit is encouraging. Analytical results are pending for an additional twelve drill holes completed to date. Drilling is continuing.

Recent drilling has also provided increased confidence that mineralisation persists at depth at the north western end of the Darcy Deposit. Interestingly this deeper mineralisation appears to be trending towards the “kill-zone” at the Andrew Deposit, some 400 metres away. Further drilling in this area, where no drilling has been undertaken previously, is planned.

Recent results provide the Company with encouragement that on completion of the current drilling programme it will be able to increase the JORC Code compliant resource estimate for the Darcy Zinc Deposit beyond the current estimate of **3.5 Mt at 5.3% zinc** (see Table 1).



Figure 1. Diamond drill rig operating at the Darcy Zinc Deposit.

Andrew Northeast Prospect

Inaugural drill testing, initially comprising eight shallow diamond drill holes (for 1,128 metres), was undertaken during the quarter at the zinc in soil geochemistry anomaly that extends some 2,000 metres to the north east of the Andrew Zinc Deposit (see Figure 2). Analytical results for all holes are pending.

Geological and geochemical information from this area is now being integrated and assessed. Upon receipt of assay results this information will be used to plan additional drill holes

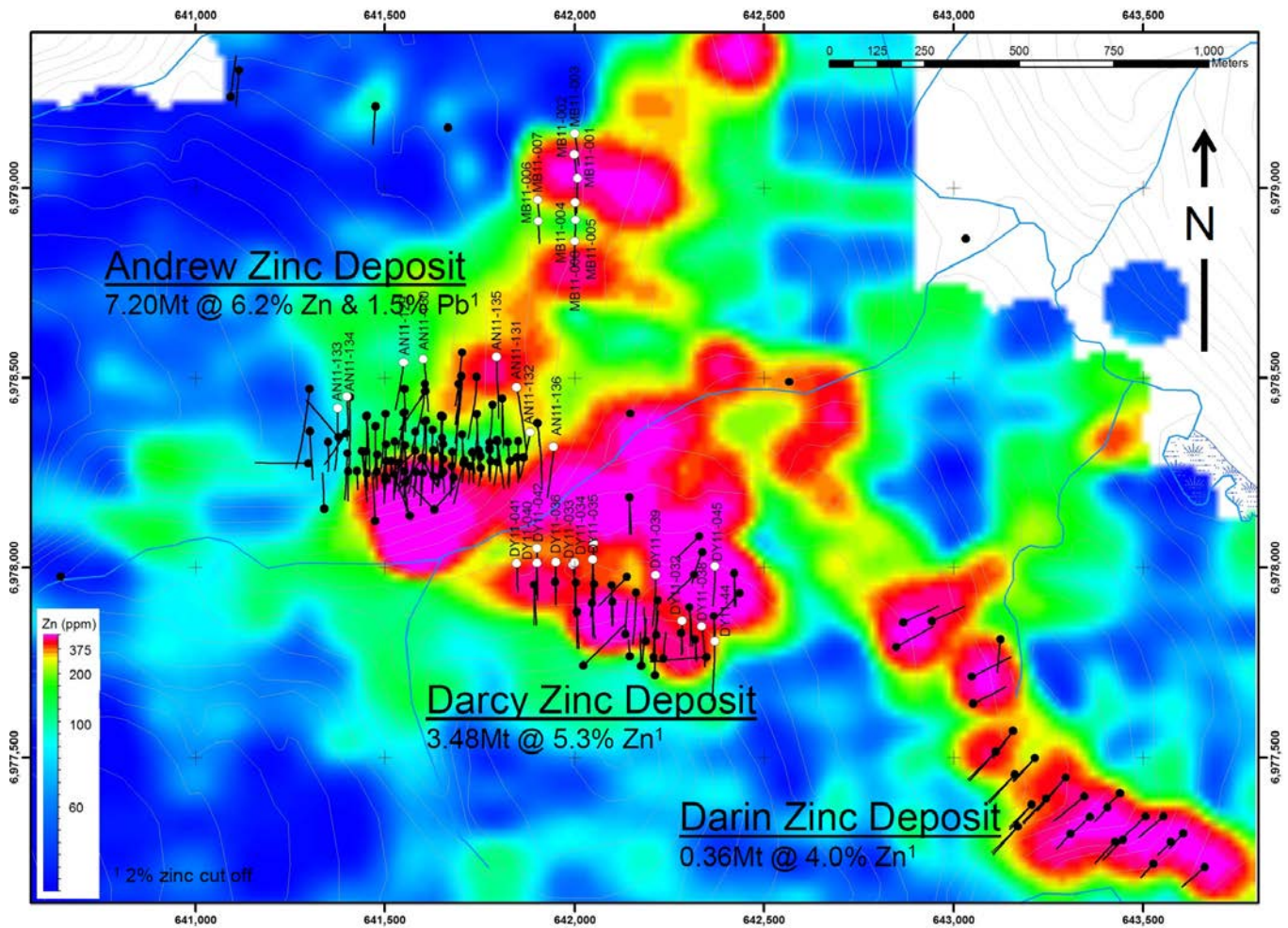


Figure 2. Andrew, Darcy and Darin Zinc Deposits hosted in a 2,500 metre long anomalous zinc in soil geochemistry corridor and newly identified anomalous zinc in soil trend to the north east of the Andrew Zinc Deposit.

Other Prospects and Ongoing Drilling Programme

During the quarter work continued to advance the highly prospective Riddell and Pinnacle Prospects to a drill ready status. This has involved geological mapping and geochemical sampling. On receipt of assay results (all of which are pending) drilling programmes will be designed.

Yukon Base Metal Project – Expanded ground position

The Company undertook a significant claim staking programme during the quarter to expand its land holding around the Andrew, Darcy and Darin Zinc Deposits. It also secured claims over a new area to the west of the central blocks that it believes to be highly prospective for base metal mineralisation (the “Junction Project” – see Figure 3). This is an early stage target area that was staked because:

- It contains a highly prospective geological sequence, with the same lithologies that host known SEDEX deposits in the Selwyn Basin;
- It is proximal to a deep seated structure; and
- It contains anomalous government regional stream geochemistry results.

The Company will undertake a first pass mapping and stream geochemical programme here later this year to evaluate the potential for the area to host SEDEX type mineralisation.

The Company now holds 1262 quartz mining claims at the Yukon Base Metal Project for a total of approximately 260km². This represents an increase of more than 100%.

The Yukon Base Metal Project now comprises three discrete project areas along a major interpreted fault corridor (see Figure 3). The central blocks, that are now to be referred to as the “Selous Project” area, contain the original claim blocks and include the Andrew, Darcy and Darin Zinc Deposits, and the Myschka, Pinnacle and Lad Prospects. Overland Resources holds a 90% interest in these claim blocks.

The south-eastern area, comprising claims staked last quarter over and around the Riddell Prospect, is now to be referred to as the “Riddell Project” area. This area is known to host outcropping massive sulphide mineralisation. Work is underway to define drill targets to be tested later this year.

The newly staked ground to the west of the “Selous Project” will be referred to as the “Junction Project”.

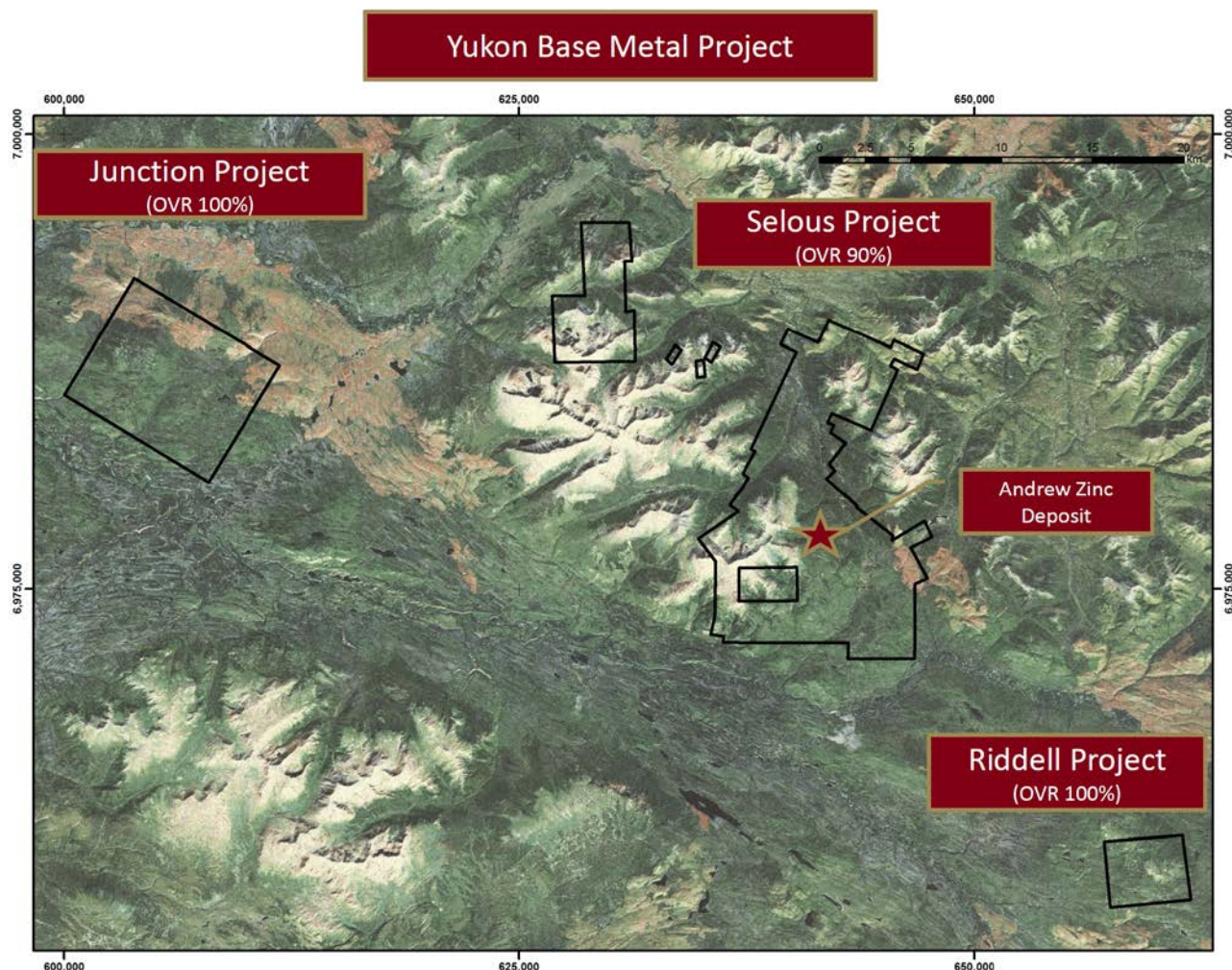


Figure 3. Overland Resources Limited Yukon Base Metal Project expanded land position comprising the Junction Project (100%), the Selous Project (90%) and the Riddell Project (100%).

Selous Project Mine Permitting

Work continued on schedule during the quarter on the technical, economic and environmental components of a feasibility study into the development of the Selous Project (previously referred to as the Yukon Base Metal Project). The Company is working towards submission of a mine permitting proposal to the executive committee of Yukon Environment and Socio-economic Assessment Board (YESAB) at the end of 2011. The Yukon Territory is a jurisdiction that is particularly supportive of new mine developments. The permitting process is expected to take between 12 and 18 months with construction commencing shortly after mine permits are issued.

Corporate

Overland Resources strongly positioned to continue to deliver value to shareholders with quality assets, a clear timeline to mine permitting and over \$9,000,000 cash available.

Hugh A Bresser

Managing Director

Table 1. Recently completed diamond drill holes and significant intercepts from the Yukon Base Metal Project

	Hole ID	Easting	Northing	Azimuth	Dip	Total Depth	Comments
Andrew Zinc Deposit	AN11-129	641550	6978540	180	-70	399	NSR
	AN11-130	641600	6978550	180	-70	379	NSR
	AN11-131	641850	6978480	180	-60	372	4.0m @ 1.8% Pb from 57.0m 1.0m @ 9.5% Zn from 179.0m 3.0m @ 2.2% Zn from 200.0m 2.0m @ 3.6% Zn from 249.0m 2.0m @ 4.4% Zn from 268m 6.5m @ 1.9% Zn from 274m
	AN11-132	641875	6978333	180	-60	247	3.2m @ 1.7% Zn & 2.7% Pb from 93.1m 3.3m @ 9.7% Zn from 112.7m 12.0m @ 3.5% Zn from 123.0m 3.0m @ 8.4% Zn from 140.0m 6.0m @ 4.0% Zn from 157.0m
	AN11-133	641375	6978420	180	-60	334	Assays Pending
	AN11-134	641400	6978450	180	-70	326	Assays Pending
	AN11-135	641794	6978555	180	-70	479	Assays Pending
	AN11-136	641950	6978333	180	-50	213	Assays Pending
Darcy Zinc Deposit	DY11-032	642287	6977860	180	-60	178	6.3m @ 9.1% Zn from 9.7m 5.0m @ 1.7% Zn from 23.0m 3.0m @ 1.5% Zn from 33.0m 16.0m @ 8.0% Zn from 49.0m
	DY11-033	642000	6978012	180	-50	143	4.0m @ 2.0% Zn from 43.0m 2.0m @ 10.7% Zn from 105.0m 13.0m @ 4.7% Zn from 111.0m
	DY11-034	642000	6978012	180	-70	90	Assays Pending
	DY11-035	642050	6978018	180	-60	228	Assays Pending
	DY11-036	641950	6978015	180	-50	174	Assays Pending
	DY11-037	641950	6978015	180	-70	152	Assays Pending
	DY11-038	642337	6977840	180	-50	165	Assays Pending
	DY11-39	642210	6977985	180	-50	214	Assays Pending
	DY11-040	641900	6978011	180	-60	183	Assays Pending
	DY11-041	641850	6978016	180	-60	156	Assays Pending
	DY11-042	641900	6978050	180	-62	258	Assays Pending
	DY11-043	642050	6978064	180	-62	276	Assays Pending
	DY11-044	642370	6977805	180	-50	249	Assays Pending
	DY11-045	642371	6078002	180	-50	165	Assays Pending

Andrew North East	MB11-001	642006	6979026	180	-60	178	Assays Pending
	MB11-002	642000	6979083	180	-60	168	Assays Pending
	MB11-003	642000	6979138	180	-60	169	Assays Pending
	MB11-004	642000	6978970	180	-60	120	Assays Pending
	MB11-005	642000	6978915	180	-60	123	Assays Pending
	MB11-006	641900	6978915	180	-60	124	Assays Pending
	MB11-007	641900	6978970	180	-60	123	Assays Pending
	MB11-008	642000	6978860	180	-60	123	Assays Pending

Table 2. JORC Code compliant mineral resource for the Yukon Base Metal Project¹

Deposit	Measured			Indicated			Inferred			Total		
	Tonnes	Zinc (%)	Lead (%)	Tonnes	Zinc (%)	Lead (%)	Tonnes	Zinc (%)	Lead (%)	Tonnes	Zinc (%)	Lead (%)
Andrew	1,610,000	5.5	1.7	4,690,000	6.2	1.6	900,000	7.0	0.7	7,200,000	6.2	1.5
Darcy	-	-	-	884,000	5.3	0.1	2,601,000	5.3	0.0	3,485,000	5.3	0.0
Darin	-	-	-	-	-	-	360,000	4.0	0.2	360,000	4.0	0.2
TOTAL	1,610,000	5.5	1.7	5,570,000	6.1	1.3	3,865,000	5.6	0.2	11,045,000	5.8	1.0

The information in this report that relates to Mineral Resources or Ore Reserves is based on information compiled by Mr Peter Ball who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Peter Ball is the Manager of Data Geo. Mr Peter Ball 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 Peter Ball consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Result is based on information compiled by Mr Hugh Alan Bresser who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Hugh Alan Bresser is a Director of Overland Resources Limited, he 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'. Hugh Alan Bresser consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.