

MARKET RELEASE

28 March 2011

ROCKLANDS COPPER PROJECT (CDU 100%)

**DEVELOPMENT OF ADVANCED ROCKLANDS GEOLOGICAL MODEL
INCREASES RESOURCE ESTIMATION CONFIDENCE**

POST-RESOURCE DRILLING PROGRAMME COMPLETED

**MAJOR ROAD WORKS COMMENCE IN COLLABORATION WITH
CLONCURRY SHIRE COUNCIL**

In August 2010, the Company released an updated Resource Estimate for the Rocklands Copper Project, based on approximately 268,000m of drilling results.

Over the last 6 months a comprehensive review has been undertaken on all aspects of the Resource Estimation process, with the aim of both understanding and improving on results.

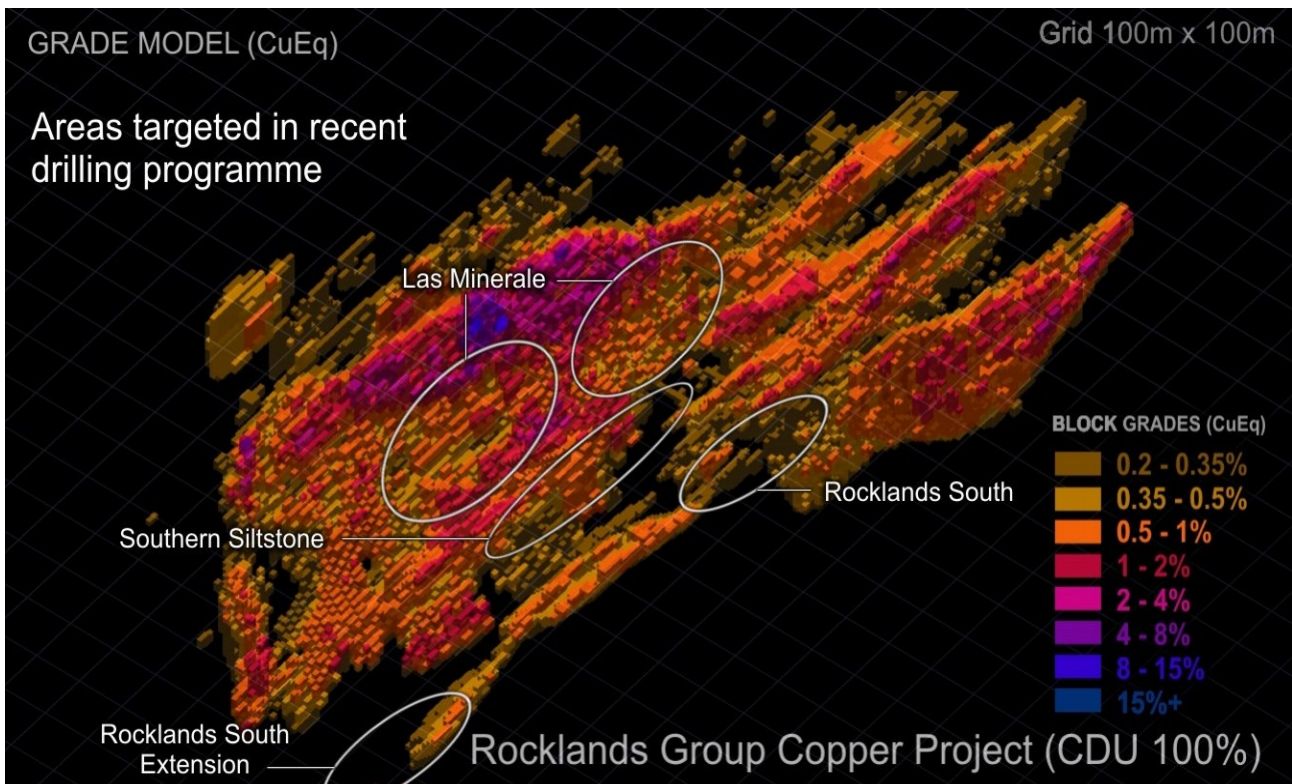


Fig 1: Results from Regularised Multiple Indicator Kriging (MIK) Block Model (produced by resource consultants Hellman & Schofield in 2010), showing CuEq grade distribution within the main Rocklands Orebodies. The circled areas show zones of lower grade blocks that have been generated by the MIK estimation process. These zones were originally interpreted by the in-house CuDeco geological model as being of higher grade. None of the zones targeted in follow-up drilling have intersected grades (over the entire interpreted orebody-width), lower than the estimated blocks for the areas targeted.

Detailed comparative analysis of the Resource Estimate Block Model produced by resource consultants Hellman & Schofield, and the Company's own in-house Geological Model, was conducted with the help of external expert consultants.

Several key areas were identified for urgent follow-up drilling, including areas interpreted to be of insufficient geological confidence to support Indicated Category, and/or areas estimated by the modeling process to be lower grade than anticipated.

As a result of an exhaustive process, which has been underway since September 2010, the Rocklands Geological Model has recently undergone a major update.

Development of Advanced Rocklands Geological Model Increases Resource Estimation Confidence

An increased understanding of Geological and Mineralising Controls at Rocklands is expected to improve resource modeling confidence.

One of several issues identified from analysis of the 2010 Block Estimation Model, includes the occurrence of low-grade estimation blocks within areas expected to be higher grade by the CuDeco geological team.

Spatial investigation of block data highlighted key areas within the resource, where limited drilling density may be impacting confidence levels for block-modeling purposes and potentially resulting in less than optimal grade estimations along identified

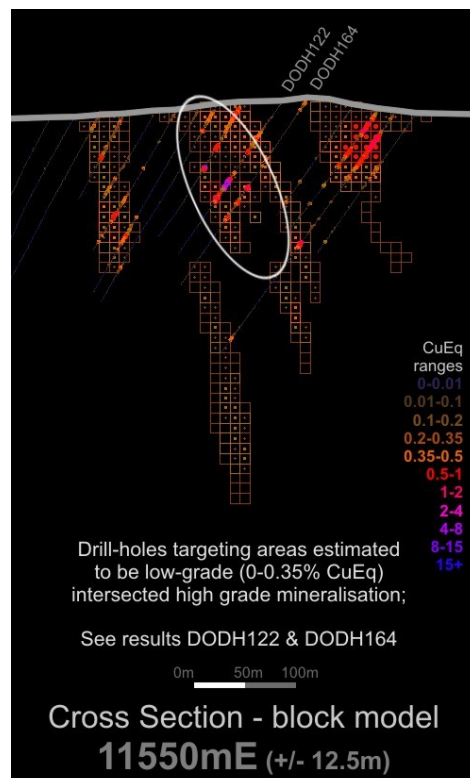


Fig 2: Example of high-grade drill intercept in area of low-grade blocks according to the block-model estimate. In the above Rocklands Central example, high grade mineralisation was intersected in an area where blocks range from zero (below cut-off), to 0.35%

DODH122		Width	Cu Eq	Cu %	Co ppm	Au g/t	From (m)	To (m)
Intersection	1	17m @ 0.60%		0.37%	209	0.03	33m	- 50m
Intersection	2	5m @ 3.28%		2.91%	295	0.38	89m	- 94m
<i>Including</i>		2m @ 5.65%		5.42%	84	0.83	92m	- 94m
Intersection	3	18m @ 1.00%		0.82%	117	0.18	99m	- 117m
<i>Including</i>		4m @ 1.75%		1.54%	82	0.42	112m	- 116m

DODH164		Width	Cu Eq	Cu %	Co ppm	Au g/t	From (m)	To (m)
Intersection	1	6m @ 0.58%		0.03%	494	0.00	68m	- 74m
Intersection	2	3m @ 1.46%		1.43%	41	0.10	103m	- 106m
Intersection	3	8m @ 0.76%		0.63%	110	0.09	118m	- 126m
Intersection	4	8m @ 0.48%		0.39%	58	0.11	136m	- 144m

orebodies and between certain drill intercepts.

In some areas, insufficient drilling data also appears to have led to certain zones being classified as Inferred within the August 2010 Resource Block Model, and subsequently were not included in the current Measured & Indicated Resource for Rocklands.

To address these issues, a Post-Resource Drilling programme commenced late last year, with the view to upgrading geological confidence in the areas being targeted and in the process, upgrade the estimated grades within the zones in question.

Post-Resource Drilling Programme Completed

The Post-Resource Drilling programme has been highly successful, with the majority of targeted areas intersecting significantly higher grade mineralisation (across the interpreted orebody width) than estimated by the block model estimate, and several zones intersecting much wider than expected zones of high-grade mineralisation.

Several new mineralised zones have also been identified.

The Post-Resource Drilling campaign was designed to have a dual upgrading effect;

1. Upgrade lower-grade estimation blocks to higher-grade blocks.
2. Upgrade lower-category blocks (Inferred or less), to higher-category blocks (Indicated or Measured), via increased drill density.

Approximately 20,000m of additional drilling data has been added to the Company's official Resource Estimation Database, which currently stands at over 288,000m. Using this updated data, and based on an advanced Geological Model, (which has undergone significant development over the last 6 months), an Updated Resource Estimate is well advanced.



Fig 3: Example of mineralisation in diamond drill hole DODH122, which intersected several high grade shallow zones in areas estimated to be low grade by the resource estimation block model. The intersection above shows the interval from approximately 89-94m down-hole depth, which assayed 5m @ 3.28% CuEq.

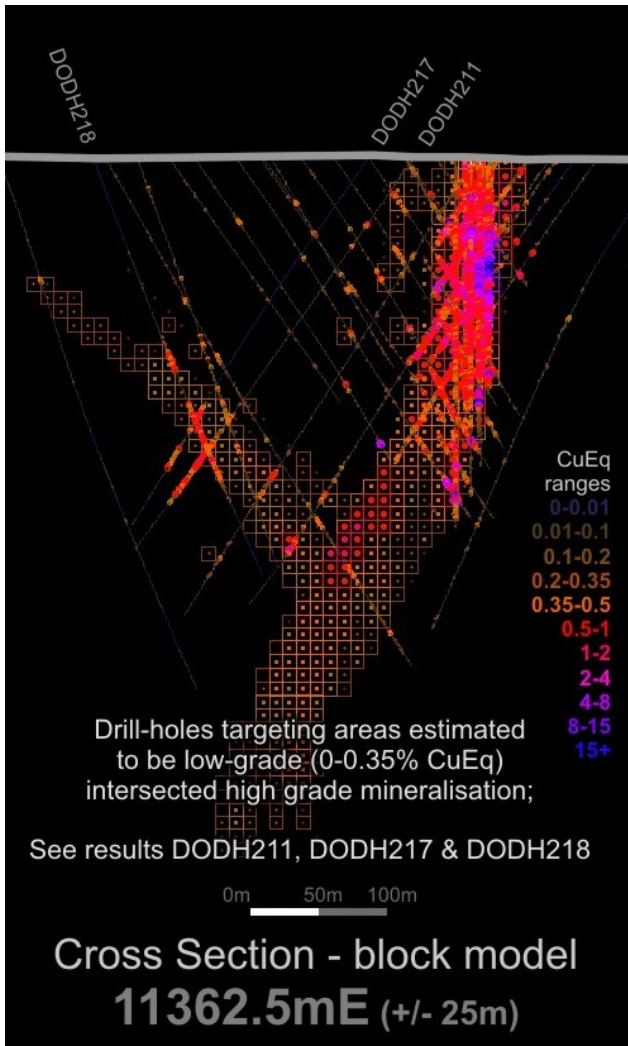


Fig 4: Example of high-grade drill intercept in area of low-grade blocks according to the block-model estimate. In the above Southern Siltstone example, wide zones of mineralisation also continued well beyond the limits of the block model.

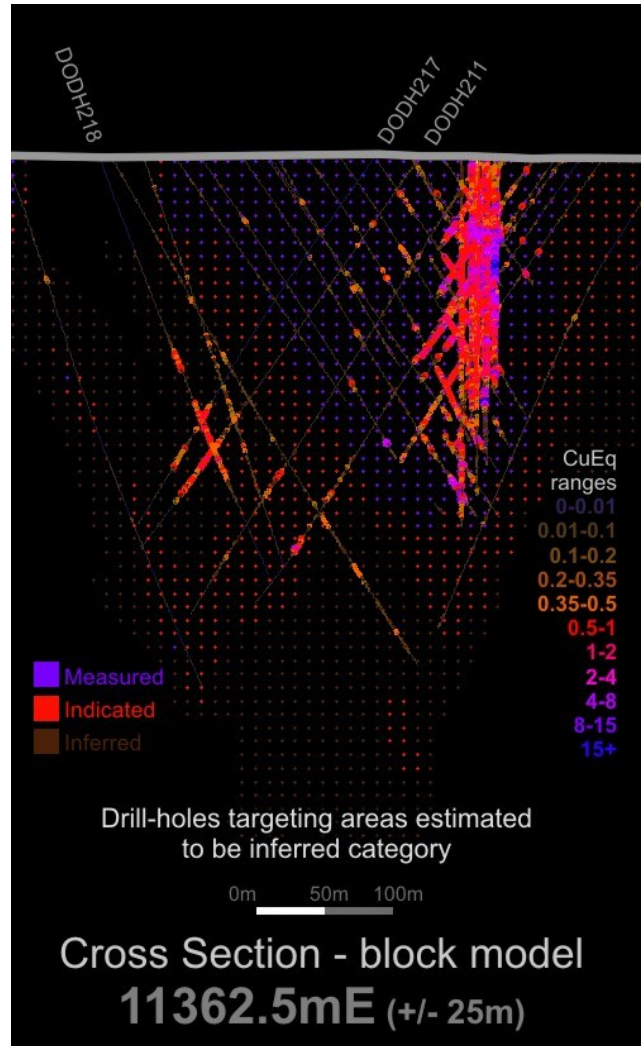


Fig 5: The same section with drill intercepts shown against resource category grid. Areas of low confidence (ie, Inferred category = dark brown dots), were targeted with the view to upgrading to at least Indicated category.

DODH217		Width	Cu Eq	Cu %	Co ppm	Au g/t	From (m)	To (m)
Intersection	1	14m	@ 1.08%	0.03%	948	0.00	223m	- 237m
Intersection	2	19m	@ 0.55%	0.42%	102	0.08	259m	- 278m

DODH211		Width	Cu Eq	Cu %	Co ppm	Au g/t	From (m)	To (m)
Intersection	1	55m	@ 1.02%	0.40%	537	0.11	260m	- 315m
<i>Including</i>		18m	@ 1.82%	0.44%	1246	0.05	265m	- 283m
<i>And</i>		17m	@ 0.87%	0.70%	64	0.28	290m	- 307m

DODH218		Width	Cu Eq	Cu %	Co ppm	Au g/t	From (m)	To (m)
Intersection	1	16m	@ 0.97%	0.04%	843	0.00	149m	- 165m
Intersection	2	40m	@ 1.05%	0.03%	918	0.00	192m	- 232m
Intersection	3	27m	@ 0.67%	0.52%	110	0.11	232m	- 259m

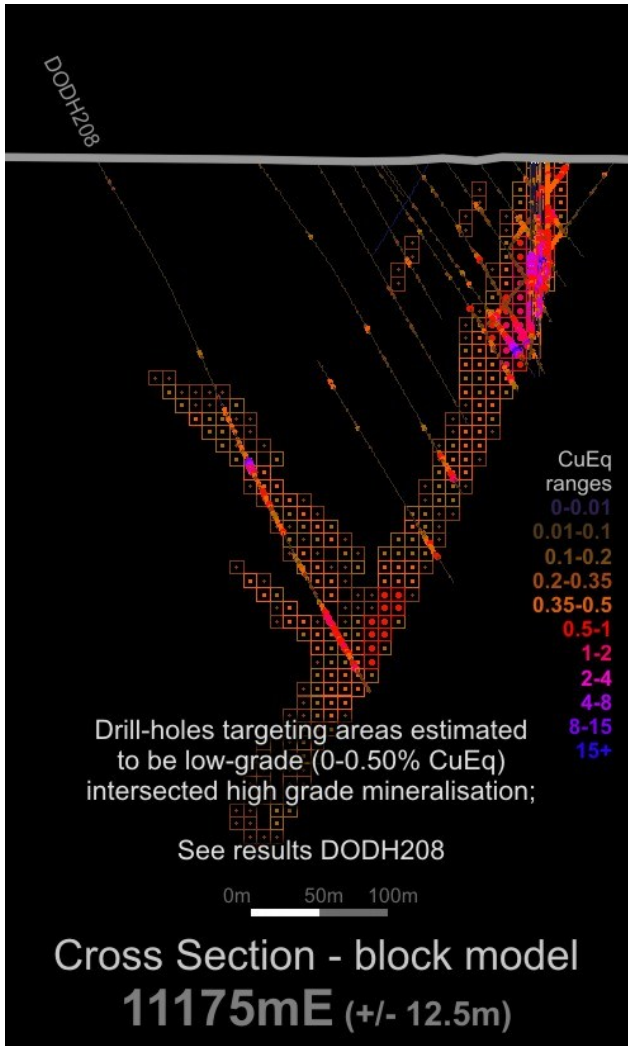


Fig 6: Example of a high-grade drill intercept in area of low-grade blocks according to the block-model estimate. In the above Southern Siltstone example, high-grade mineralisation was also encountered outside the limits of the block model.

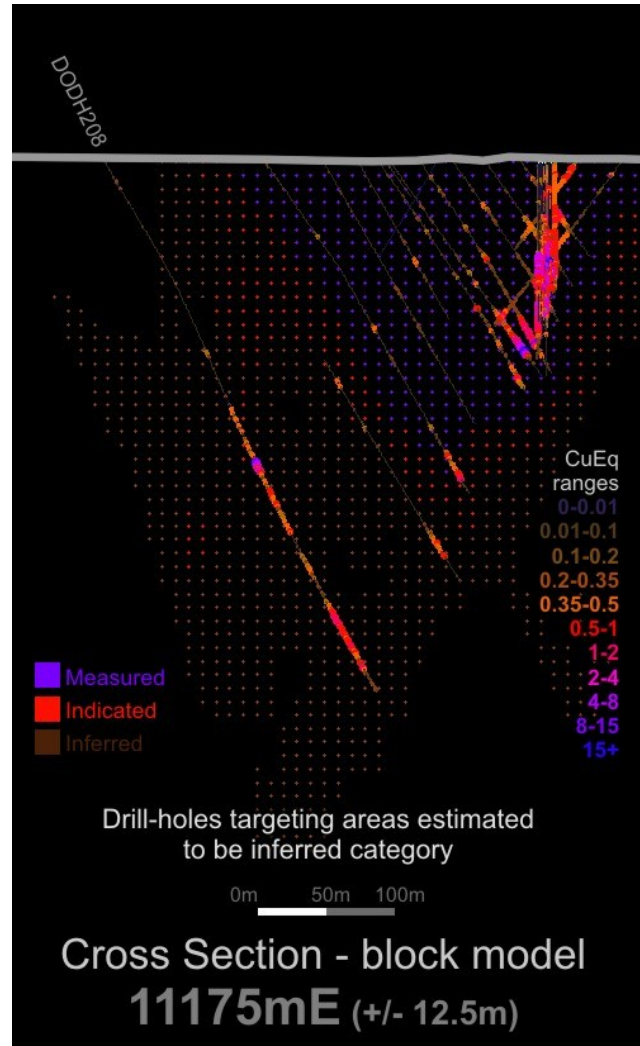


Fig 7: The same section with drill intercepts shown against resource category grid. Areas of low confidence (ie, Inferred category = dark brown dots), were targeted with the view to upgrading to at least Indicated category.

Note: Drill-hole DODH208 has been previously released to the market on section 11150mE. Post drilling down-hole surveys resulted in a significant azimuth swing to the east, placing the majority of DODH208 on section 11175mE.

DODH208		Width	Cu Eq	Cu %	Co ppm	Au g/t	From (m)	To (m)
Intersection	1	55m @	1.39%	1.02%	245	0.30	374m	- 429m
<i>Including</i>		10m @	2.10%	1.75%	212	0.41	382m	- 392m
Intersection	2	10m @	3.30%	0.03%	2880	0.17	254m	- 264m
Intersection	3	4m @	1.10%	0.05%	680	0.63	279m	- 283m
Intersection	4	6m @	1.15%	0.09%	604	0.60	287m	- 293m
Intersection	5	9m @	0.58%	0.34%	88	0.32	340m	- 349m



Fig 8: Major road works have commenced on the main access road connecting the Rocklands Site to the Queensland Highway grid.

Major Road Works Commence in Collaboration with Cloncurry Shire Council

Major Road Works have commenced to upgrade the access road to Rocklands (Corella Park Drive), to an “all-weather standard road” including reconstruction and bitumen surfacing of the entire distance between the Rocklands site and the heavy-haulage Burke Development Road. The upgrade will give the Company heavy vehicle access to both Cloncurry and Mt Isa.

In an agreement between CuDeco and the Cloncurry Shire Council, and as part of the Council's Local Roads Initiative, the current unsealed access road to Rocklands is being significantly upgraded to cater for heavy haulage vehicle access. The upgrade includes widening, addition of drains and culverts, construction of concrete creek crossings, intersections, signage and includes a heavy duty bitumen surface.

The upgrade programme will also include turn-off and intersection adjustments required to access the greater Queensland Highway Network.

CuDeco is contributing \$2.2million to the cost of the upgrade programme.

Yours faithfully,



Wayne McCrae,
Chairman.

Hole ID	Easting	Northing	RL	Azi	Dip	Final Depth
DODH122	433436.5	7713367.2	236.6	210	-55	179.2
DODH164	433453.4	7713387.4	240.3	210	-55	221.4
DODH208	433216.3	7713740.1	218.9	30	-60	452.9
DODH211	433518.4	7713812.2	218.3	210	-55	355.7
DODH217	433504.5	7713776.6	219.1	210	-55	325.3
DODH218	433376.0	7713620.1	216.7	30	-70	329.5

Note: AGD66 Datum, UTM 54 Projection, DGPS coordinates.

The information in this announcement that relates to Exploration Results is based on information compiled by Mr. Andrew Day. Mr Day is employed by GeoDay Pty Ltd, an entity engaged by CuDeco Limited to provide independent consulting services. Mr. Day has a BAppSc (Hons) in geology and he is a Member of the Australasian Institute of Mining and Metallurgy (Member #303598). Mr. Day 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 Ores Reserves". Mr Day and Geoday Pty Ltd consent to the inclusion in this announcement of the matters based on the information in the form and context in which it appears.

The information in this report insofar as it relates to Metallurgical Test Results and Recoveries, is based on information compiled by Mr Peter Hutchison, MRACI Ch Chem, MAusIMM, a full-time executive director of CuDeco Ltd. Mr Hutchison has sufficient experience in hydrometallurgical and metallurgical techniques which is relevant to the results under consideration and to the activity which he is undertaking to qualify as a competent person for the purposes of this report. Mr Hutchison consents to the inclusion in this report of the information, in the form and context in which it appears.

Rocklands style mineralisation; is dominated by dilational brecciated shear zones, throughout varying rock types, hosting coarse splashy to massive primary mineralisation with high-grade supergene chalcocite enrichment and bonanza-grade coarse native copper. Polymetallic copper-cobalt-gold mineralisation persists throughout the oxidation profile and remains open at depth.

***COPPER (Cu) EQUIVALENT CALCULATION**

The formula is based on the metal prices of:

Copper	\$2.00 US\$/lb	Recovery:	95.00%
Cobalt	\$26.00 US\$/lb	Recovery:	85.00%
Gold	\$900.00 US\$/troy ounce	Recovery:	75.00%

The recoveries used in the calculations are the average achieved to date in the metallurgical testwork on primary sulphide, supergene, oxide and native copper zones.

Notes on Assay Results

In order to be consistent with previous reporting, the drill intersections reported above have been calculated on the basis of copper cutoff grade of 0.2% or Co cutoff grade of 200ppm or a combined equivalent, with an allowance of up to 4m of internal waste.

Calculated Co and Au grades are also reported for relevant intersections.

All analyses are carried out at internationally recognized, independent, assay laboratories. Quality Assurance (QA) for the analyses is provided by continual analysis of known standards, blanks and duplicate samples as well as the internal QA procedures of the respective independent laboratories.

Reported intersections are down-hole widths. Combined copper equivalent results reported over multiple intersections are calculated on a weighted average.

Au = Gold

Co = Cobalt

Cu = Copper

CuEq = Copper Equivalent