



REDBANK EXPANDS NT COPPER PORTFOLIO AFTER CONCLUDING STRATEGIC EXPLORATION JOINT VENTURE

FARM-IN JV WITH GULF MINES ON MAJOR 1,032 sq km TENEMENT PACKAGE

Redbank Copper Limited (ASX: RCP) is pleased to advise that it has reached agreement with Gulf Mines Limited (ASX: GLM) to establish a new joint venture covering an extensive and highly prospective exploration project surrounding its Redbank Copper Project in the Northern Territory.

The agreement further increases Redbank's broader strategic tenement position in this emerging copper province to potentially 6,199 km² and consolidates its control of the prospective stratigraphy surrounding the established copper resources at Redbank.

Redbank has concluded a farm-in joint venture, to be known as the Wollogorang Joint Venture, with Gulf's 100%-owned subsidiary, Hartz Range Mines Pty Ltd covering the northern section of EL 10335, which covers a total area of 1,032 km² (see *Figure 1 attached*).

The tenement surrounds Redbank's tenement ERL94, which covers a total area of 19km² and contains all of the Company's known copper resources.

Redbank's Managing Director, Mr Bruce Morrin, said the joint venture was an important strategic addition to the Company's tenements, enabling it to extend its exploration activities into EL 10335 and representing a logical "in-fill" of its already substantial regional land-holding.

"This will enable us to follow up on geological trends identified on ERL 94 and extending into the EL 10335 tenement," Mr Morrin said. "There is substantial evidence of previous copper finds within the EL 10335 tenement which require testing by advanced Heli-TEM surveys to identify sulphide ore at depth, and by geochemical MMI techniques".

"Targets identified by these techniques will be drilled during the 2011 season to determine their resource potential," he added.

The strategic addition to Redbank's tenement holding complements its 2011 focus on rapidly growing its copper resource inventory at the Redbank Project, with a view to underpinning a future expansion of the existing plant and infrastructure at the Project.

The agreement requires Redbank to spend \$850,000 of exploration work before 14 August 2012 and pay a total of \$100,000 to HRM.

- The minimum expenditure obligation is \$150,000 which must be spent before 31 October 2011.
- The earn-in obligation is \$350,000 to be spent by 30 June 2012 for Redbank to acquire 51% of the Joint Venture.
- Redbank may further increase its interest from 51% to 85%, by spending \$500,000 during the period to 14 August 2012.
- Two payments of \$50,000 will be made to Gulf Mines, the first within 30 days of the



Redbank Copper Limited

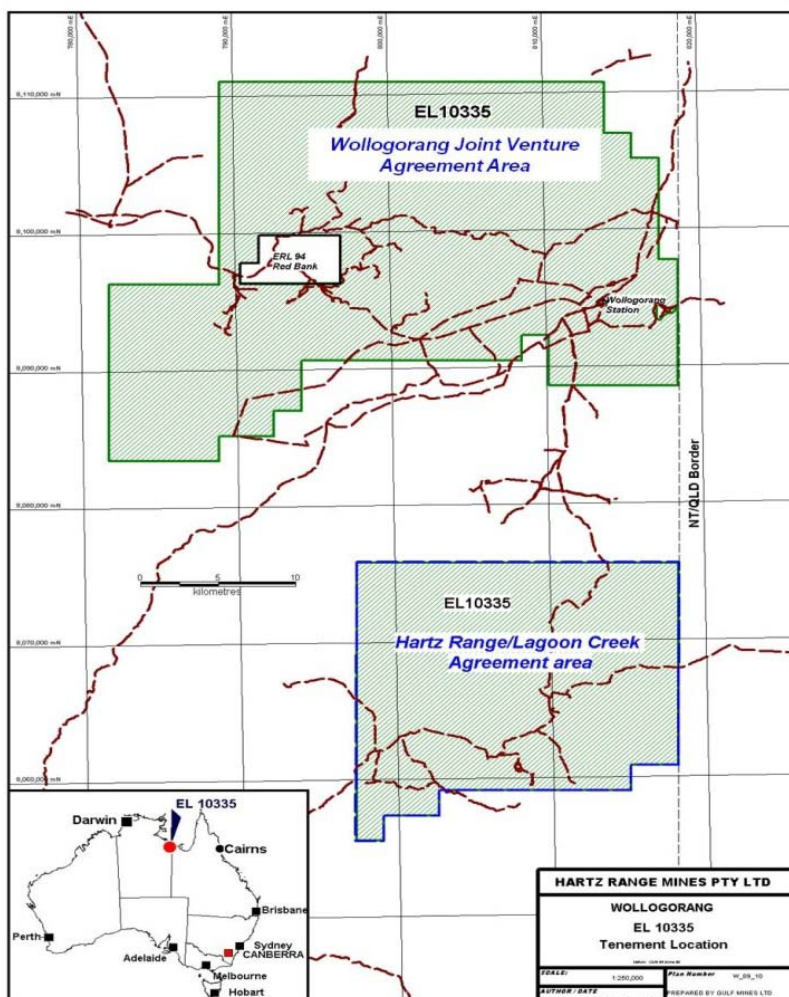
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commencement date on the Joint Venture and the second within 30 days of Redbank earning a 51% interest in the Joint Venture.

- Gulf Mines ultimately retain 15% in the Joint Venture and provision is available for Gulf Mines to serve notice for Redbank to acquire Gulf Mines' 15% interest or for Gulf Mines to surrender its Joint Venture interest in return for a fixed royalty.



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