



Tunduru Copper Project Acquisition - Tanzania

The Directors of Redcliffe Resources Limited (ASX:RCF) are pleased to advise that the Company has executed a Letter of Agreement for the acquisition of up to a 90% interest in the Tunduru Copper Project in Tanzania. The Tunduru agreement represents the first stage of a broadening in the Company's exploration base following an extensive project evaluation process.

The Tunduru Copper Project is located in southern Tanzania covering an area of approximately 247 sq kilometres. While minimal historical exploration has been undertaken, artisanal copper mining activity in the area has increased significantly the past 24 months. Artisanal copper mining in the north of the licence area on private mining leases is being undertaken on a much larger scale than previously.

Visual assessment identifies high grade copper mineralisation that is being exploited by the artisanal miners. The use of machinery including excavators is being employed with an open pit excavation over a length of 50 metres and to a depth of approximately 20 metres having been observed. This is an unusual practice for artisanal miners within Tanzania and it is believed that it could only be supported where higher grade mineralisation exists. The ore is being bagged on site for direct shipping to offshore process facilities.



Figure 1: Tunduru Copper Project, Southern Tanzania. Tenement outline is approximate.



Example of high grade copper mineralisation from nearby artisanal workings

It appears the copper mineralisation exposed to date is shear related, within the Proterozoic Mozambique Belt.

Tundura represents an early stage project with significant scope for both size and grade of mineralisation. Redcliffe's strategy will be to look to identify extensions of shear related copper mineralisation under cover and along strike from current artisanal activity. Potential also exists for the discovery of intrusive bodies that may have been the source of the mineralisation. The nature and extent of the licence provides scope for the identification of significant mineralised systems within a largely unexplored region.

Subject to the satisfactory completion of due diligence the Company intends to undertake a geophysical and geochemical survey of the Project targeting potential extensions undercover of copper mineralisation the focus of artisanal activity in the north of the project area.



Photographs of nearby artisanal open pit workings.

Under the terms of the agreement, Redcliffe will now undertake due diligence on the Project for a period of up to 45 days, which may be extended if wet season makes site access impractical. Upon exercise of the option Redcliffe may earn an initial 50% interest by incurring Project exploration expenditure of US\$1 million moving to 75% upon expenditure of a further \$1 million where the vendor may elect to contribute or revert to a 10% free carried interest until a decision to mine is made. Redcliffe must expend US\$150,000 prior to any election to withdraw. Redcliffe has also engaged Tanzanian based geologist, Dr Ben Lugenga, to assist it in evaluation of the Project providing consulting geological services as well as assisting with government and community liaison.

While Tunduru represents the first stage of a broader exploration focus and further investment opportunities in East Africa are being considered the primary short to medium term focus of the Company remains the Leonora region where the Company is continuing work on the Redcliffe Gold Project.

Mark Maine
Executive Director

Competent Persons Statement:

The information in this report, as it relates to Exploration Results and Resource Estimates, is based on information compiled and/or reviewed by Rodney Foster who is a Member of the Australasian Institute of Mining and Metallurgy. Rodney Foster is the CEO/Chairman of the Company. 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 of Reporting of Exploration Results", Mineral Resources and Ore Reserves". Rodney Foster consents to the inclusion in the report of the matters based on his information in the form and context in which they appear.