

11th JUNE 2010

KING ISLAND
SCHEELITE



KING ISLAND SCHEELITE LIMITED ("KIS")

BALFOUR DRILLING RECOMMENCES

King Island Scheelite Limited (KIS) is pleased to announce the drilling programme at Balfour has recommenced today.

The drilling programme was earlier developed by the Balfour Joint Venture to assess the extent of known tin and tungsten mineralisation within tenements in north west Tasmania following encouraging gravity survey work conducted earlier this year.

Balfour Management Pty Ltd (a wholly owned KIS subsidiary) is managing the programme on behalf of this joint venture with KIS and Pleiades Resources Pty Ltd.

The initial phase involved drilling at Specimen Hill, results of which were announced to the market on 23rd December 2009.

Our second phase involves drilling in the Roaring 41S area to test a coincident magnetic & gravity target for copper and gold mineralisation. This phase required additional studies and approvals prior to commencement. With these and necessary equipment now in place drilling is underway.

We look forward to providing results on this second phase of our programme as they become available.

On completion of the programme KIS will hold a 70% interest in the Balfour Joint Venture.

For further information see the company's website www.kingislandscheelite.com.au.

A blue ink signature of Simon Bird, consisting of several loops and a final flourish.

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