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## ASX AND MEDIA RELEASE

### **New High Grade Intersections from the Hera Deposit, Cobar Region**

#### *Production add-on for Endeavor Operation in Evaluation*

**CBH Resources Limited (ASX CBH) today announced that recent surface diamond drilling at the Hera deposit has recorded strong mineralisation. The drilling confirms the excellent potential to expand the Hera base-metal and gold resource within the Hera-Nymagee corridor.**

Following the recently announced successful drilling of the high-grade gold core of the Hera Main Lens, CBH commenced testing the extensions of the Far West and Hayes North structures at the north end of the Hera deposit. Previous drilling by Triako in this area had recorded some of the highest grade intercepts outside the Main Lens, including 6.9m @ 17.1g/t Au, 8.2% Pb, 13.5% Zn and 45g/t Ag, (hole TNY074) which were open along strike and at depth. Geological interpretation and IP electrical geophysics indicates a northern extension to the mineralised trend, and recent diamond drilling focussed on infilling near TNY 074 and testing the along strike projection of mineralisation.

CBH also recently announced significant copper and zinc drilling results at its Panorama Project in the Pilbara region of Western Australia which will result in a significant increase in the Resource and open cut mine life of the deposit, and will further enhance the projected economic return of the Panorama Project.

CBH is also in advanced stages of developing the Rasp mine in Broken Hill, a zinc, lead and silver mine containing substantial tonnages in unmined deposits. The Rasp mine is expected to produce 65Ktpa of zinc concentrate, 35Ktpa of lead concentrate and 800,000 oz pa of silver, with production scheduled to commence in 2008.

CBH's expansion plans are expected to result in the company increasing its overall metal production from 156Ktpa of zinc metal equivalent in 2007 to 250Ktpa of zinc metal equivalent in 2009.

#### **Details of Hera Results**

Two holes at Hera are now completed, both intersecting strong mineralisation:

- CNYDD018A recorded two broad zones of mineralisation; that included intersections of **4.5m @ 3.0g/t Au, 3.9% Pb, 6.8% Zn, 20g/t Ag** from the Far West zone and **6.0m @ 0.5g/t Au, 4.4% Pb, 4.2% Zn, 26g/t Ag** from the Hayes North Zone. The Far West intersection confirms the continuity of mineralisation at depth whilst the second intersection from the subparallel Hayes North zone indicates the presence of an additional ore-grade lens outside the current resource, within a short distance of proposed underground development.
- CNYDD019 tested along strike and recorded strong base-metal mineralisation including **4.7m @ 0.7g/t Au, 7.9% Pb, 2.6% Zn and 103g/t Ag** approximately 300m below the surface and 110m north of the current Far West resource. The intersection clearly indicates the continuation of the deposit well north of previous drilling.

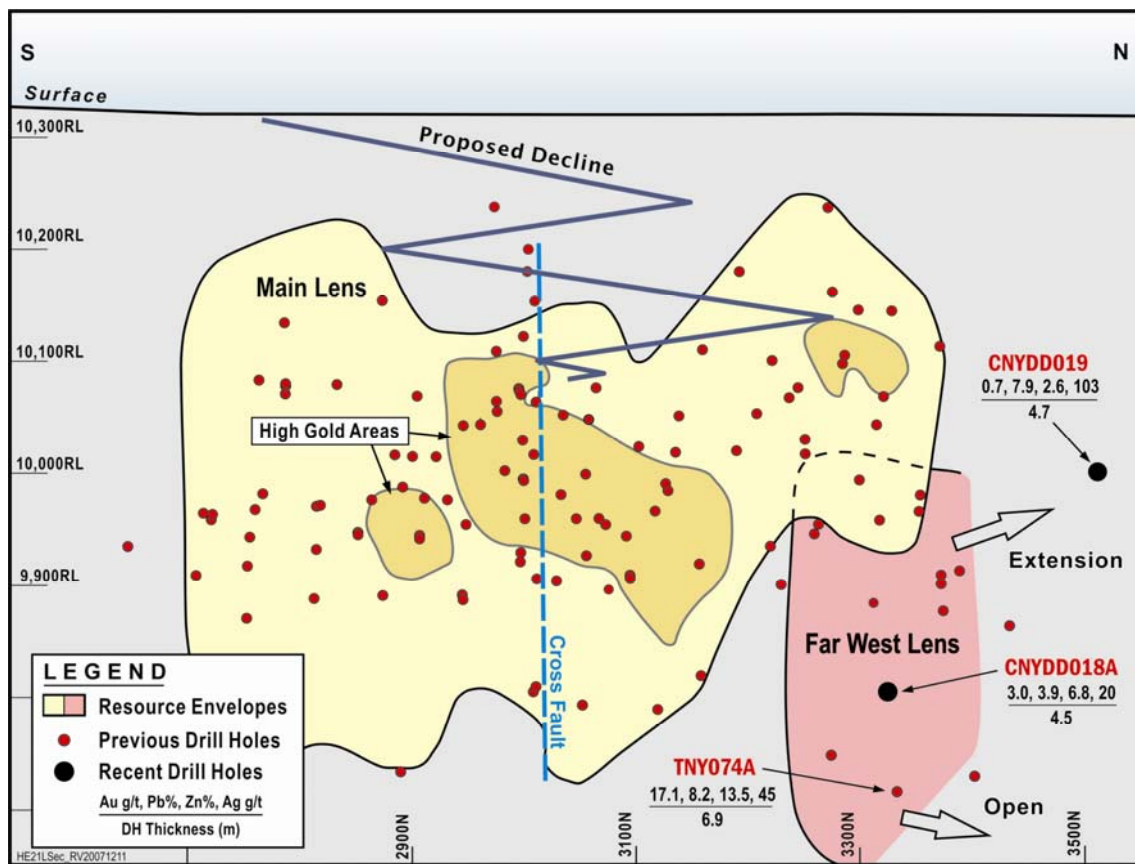
Both holes highlight the potential to significantly expand the Hera Reserve down plunge and along strike to the north. A well defined geochemical anomalous zone and co-incident structural trend extends from Hera to the Nymagee Copper Mine, 4.5 kilometres to the north that is effectively untested by drilling. This is a prime target corridor for the discovery of further gold-base metal deposits with drilling programmes planned to commence shortly.

Further step-out drilling is planned at Hera to test mineralisation down plunge and define additional high grade blocks for mine development.

**Development Plan**

A development plan for the Hera deposit is in the final stages of evaluation. This plan involves underground mining of 200,000 tonnes of ore per year with a decline access and truck haul of ore to the Endeavor Mine for processing, a distance of 150 kilometres on sealed roads. Approval for decline access is now in place.

**Long Section Hera Deposit**



*The information in this announcement that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Robert E. Besley and Greg Jones who are Members of The Australasian Institute of Mining and Metallurgy and who are full time employees in the CBH Group. They each have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Each has consented to the inclusion in this report of the matters based on his information in the form and context in which it appears.*

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