



*Exploring forgotten mineral fields*

ASX and Media Release

24 June 2008

## Drilling now underway at Attunga tungsten-gold project

### Exploration Update

Peel Exploration Ltd (ASX:PEX) is pleased to announce that a 3,000m RC (reverse circulation) and diamond drilling programme is now underway at the Company's 100%-owned flagship Attunga tungsten-gold project, 20km north of Tamworth in northern NSW.

Drilling will initially be focussed on the **Kensington gold-tungsten prospect** to test for depth and strike extensions to previously defined gold mineralisation. No drilling has been completed at Kensington since 1987 when seven diamond drillholes for 822m intersected numerous broad, low-grade gold intercepts including a best result of **108m at 0.74 g/t gold from 8m**. The Kensington area is also known to host tungsten mineralisation with a previous explorer having estimated a substantial low-grade tungsten resource (Non-JORC). Resampling completed earlier this year by Peel Exploration has validated the historic results, and drilling will now test beneath the most encouraging historic drill intercepts and along strike beneath a large gold-in-soil geochemical anomaly.

Drilling will also be directed at the **Attunga Tungsten Deposit** where an independent resource estimation completed earlier this year by Geos Mining Mineral Consultants outlined an **inferred resource of 1.29 Mt grading 0.61% WO<sub>3</sub> (tungsten oxide) and 0.05% Mo** (see ASX announcement 24 April 2008). Drilling at Attunga has been designed to provide material for the commencement of metallurgical testwork, to increase confidence in the current resource, and to test for extensions to the current resource.

Rob Tyson  
Executive Director.

*The information in this report that relates to Exploration Results is based on information compiled by Mr Robert Tyson, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Tyson 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 Ore Reserves.' Mr Tyson consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.*