

1 AUGUST 2011

ASX CODE: KAS

MIKE SPRATT
NON-EXECUTIVE CHAIRMAN

WAYNE BRAMWELL
MANAGING DIRECTOR

ROD MARSTON
NON-EXECUTIVE DIRECTOR

ROB WEINBERG
NON-EXECUTIVE DIRECTOR

GARY DAVISON
NON-EXECUTIVE DIRECTOR

IAN MCCUBBING
NON-EXECUTIVE DIRECTOR

TREVOR O'CONNOR
CFO / COMPANY SECRETARY

ADRIAN DI CARLO
JOINT COMPANY SECRETARY

LME TIN PRICE (28/7/11)

US\$28,725 / T
(CASH BUYER)

PROJECTS

ACHMMACH TIN PROJECT

TAMLALT GOLD PROJECT

INVESTMENT DATA

SHARES ON ISSUE 364M

ABOUT KASBAH

KASBAH RESOURCES IS AN AUSTRALIAN LISTED MINERAL EXPLORATION AND DEVELOPMENT COMPANY ADVANCING THE ACHMMACH TIN PROJECT TOWARDS PRODUCTION.

OUR PRIME COMMODITY IS TIN.

WWW.KASBAHRESOURCES.COM

THREE ADDITIONAL DRILL RIGS MOBILISING TO ACHMMACH



HIGHLIGHTS

- Kasbah signs a letter of intent with International Drilling company Spektra Jeotek (Spektra) for 30,000m of diamond drilling at Achmmach
- Spektra to immediately mobilise three (3) new diamond rigs to Achmmach
- Equipment to be onsite and operational next month
- Gap Zone drilling continues

SPEKTRA MOBILISES THREE DIAMOND RIGS TO ACHMMACH

Kasbah Resources Limited (Kasbah or the Company) is pleased to announce that Kasbah has signed a letter of intent to award 30,000m of diamond drilling to the international drilling company Spektra Jeotek AS (Spektra).

Spektra is a large, well funded and well resourced international drilling company. This year is Spektra's 25th year of operation and the company operates over 100 drill rigs. Spektra has worked extensively throughout Turkey, the Middle East and North Africa (including Morocco).

Spektra is immediately mobilising three (3) new diamond drill rigs, support equipment and personnel to Achmmach. It is expected that this equipment will be on site and operational during September 2011.

Kasbah's Managing Director, Wayne Bramwell said:

"The next major milestone for Kasbah is to increase the size and to upgrade the resource at Achmmach. This is one of the key inputs to the Pre-Feasibility Study and the ability to deliver this is directly linked to drilling productivity.

With Spektra's commitment to mobilising an additional three diamond rigs to Achmmach, Kasbah now targets to have up to five (5) diamond rigs operating by the last quarter of 2011.

*The potential of the Gap Zone to link resource blocks in the western end of the project to resource blocks in the east could be significant (**refer Figure 1**) and as such accelerating the infill drilling of the Gap Zone is our highest priority.*

Ends

For and on behalf of the Board,

A handwritten signature in blue ink, appearing to read "Wayne Bramwell".

Wayne Bramwell
Managing Director

For further information please go to:

www.kasbahresources.com

Or email:

info@kasbahresources.com

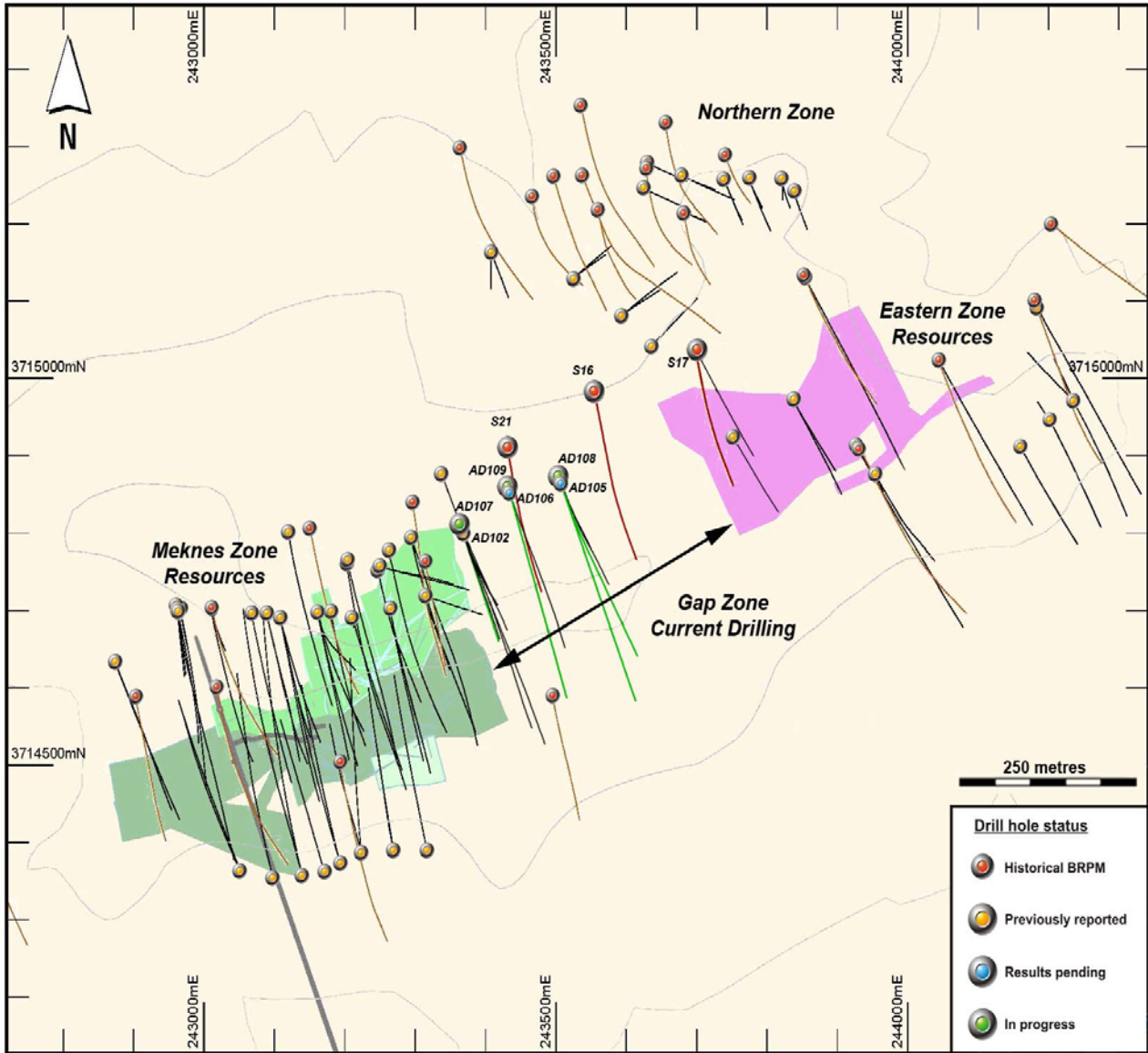


Figure 1

Achmmach Tin Project – Drill Traces (plan view)

Achmmach Resource Upgrade (August 2010*)			
Category	Mt	Sn %	Contained Tin (k tonnes)
Indicated	2.2	0.8	17
Inferred	4.8	0.8	37
Total	7.0	0.8	54

Table 1

Achmmach Tin Project – August 2010 Resource Upgrade

The information in this report is based on information compiled by Mr. Jeffrey Lindhorst a Member of the Australasian Institute of Geoscientists. Mr. Lindhorst is a full-time employee of Kasbah Resources Limited and 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. Lindhorst consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The information in this report that relates to Kasbah Resources Limited's mineral resource estimates for the Achmmach Project, is based on information compiled by Michael Job, who is a full time employee of Quantitative Group and a Member of the Australasian Institute of Mining and Metallurgy. Michael Job 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 JORC code. Michael Job consents to the inclusion in the announcement of the matters based on this information in the form and context in which it appears.