

**13 FEBRUARY 2012**

**ASX CODE: KAS**

**OUR PRIME COMMODITY IS TIN.**

**ABOUT KASBAH**

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

**PROJECTS**

**ACHMMACH TIN PROJECT  
BOU EL JAJ TIN PROJECT**

**LMETIN PRICE (09/02/12)**

**US\$25,160/T  
(CASH BUYER)**

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## ACHMMACH DRILLING UPDATE



### HIGHLIGHTS

- **Gap Zone** 80m spaced drilling from 2450mE to 2770mE is almost complete.
- **Section 2690mE** is the fourth step out section into the Gap Zone and has extended tin mineralisation **320m** east of the 2010 Meknes Resource.

#### AD120 returned:

- 11.2m @ 0.52% Sn from 357m;
- 5.4m @ 1.52% Sn from 388m; and
- 6.6m @ 0.98% Sn from 407m.

#### AD122 returned:

- 9m @ 1.25% Sn from 355m;
- 20m @ 0.34% Sn from 389m; and
- 5m @ 0.83% Sn from 467m.

#### AD125 returned:

- 29m @ 0.63% Sn from 211m  
(Includes 6.6m @ 1.46% Sn from 225.2m);
- 25m @ 0.81% Sn from 253m  
(Includes 6.6m @ 1.87% Sn from 262.7m); and
- 13.3m @ 0.48% Sn from 396.2m.

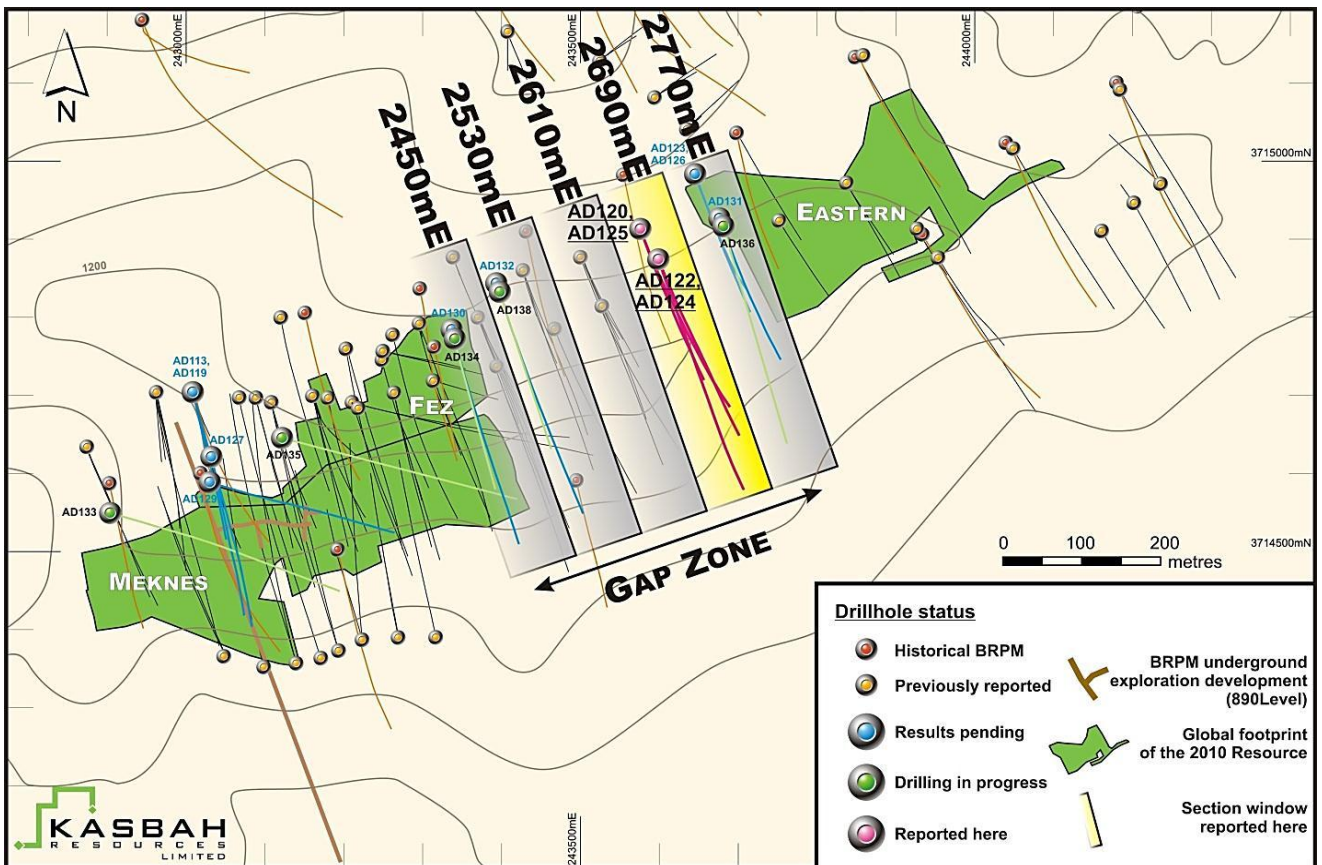
- 1491 assay results from the 80m spaced drilling are pending
- 40m spaced infill drilling between 2450mE and 2770mE and within the 2010 Meknes Resource has commenced.

**OVERVIEW**

Kasbah Resources Limited (“Kasbah”) is pleased to announce the latest exploration drilling results from the Company’s Achmmach Tin Project in Morocco. Current drilling at Achmmach has successfully extended the Meknes Trend tin mineralisation by 320m to the east of the 2010 Meknes Resource boundary.

This drilling program has three objectives, them being:

1. to complete first pass drilling of the Gap Zone on 80m spaced drill sections (from 2450mE to 2770mE) to confirm the extension of the Meknes mineralisation. If successful this will extend the mineralised strike by an additional 500m and provide the link between the previously reported resources in the Meknes Zone with the resources in the Eastern Zone (refer Figure 1).
2. to complete infill holes within the reported 2010 Meknes Resource with the aim to upgrade existing Inferred Resources and to increase the level of confidence in reported Indicated Resources; and
3. to infill the Gap Zone 80m spaced drill hole sections to 40m spaced drill hole sections.



**Figure 1**

**Achmmach Drill Plan (plan view of drill hole traces and currently defined resource blocks)**

**Section 2690mE** is the fourth 80m spaced step out section drilled in the Gap Zone and is located 320m to east of the eastern boundary of the 2010 Meknes Resource. This section comprises 4 drill holes (for approximately 2011m) and tested the Meknes Trend mineralisation.

Drill holes **AD120, AD122, AD124 and AD125** are reported here.

**AD120** showed some elevated tin grades adjacent to and within the intrusive (typical of the Meknes location). The AD120 significant intercepts were encountered deeper down the hole (below 380m) and are probably related to mineralisation intersected on sections to the west of 2690mE below what is interpreted as the Meknes mineralisation.

**AD125** has significant intercepts adjacent to and within the intrusive. It also has significant intercepts below the intrusive which can be linked to those in AD120 suggesting that these intercepts and the lower intercepts on sections to the west may indicate the development of another mineralised zone heading to the east, below the Meknes zone.

**AD122** also intersected a lower zone of mineralisation with a 30 degree dip to the North West which is probably part of the lower zone in AD125 (refer Figure 2).

### Key Points - Mineralised Intersections

#### **AD120 returned:**

- 11.2m @ 0.52% Sn from 357m;
- 5.4m @ 1.52% Sn from 388m; and
- 6.6m @ 0.98% Sn from 407m.

#### **AD122 returned:**

- 4m @ 0.59% Sn from 155m;
- 9m @ 1.25% Sn from 355m;
- 20m @ 0.34% Sn from 389m; and
- 5m @ 0.83% Sn from 467m.

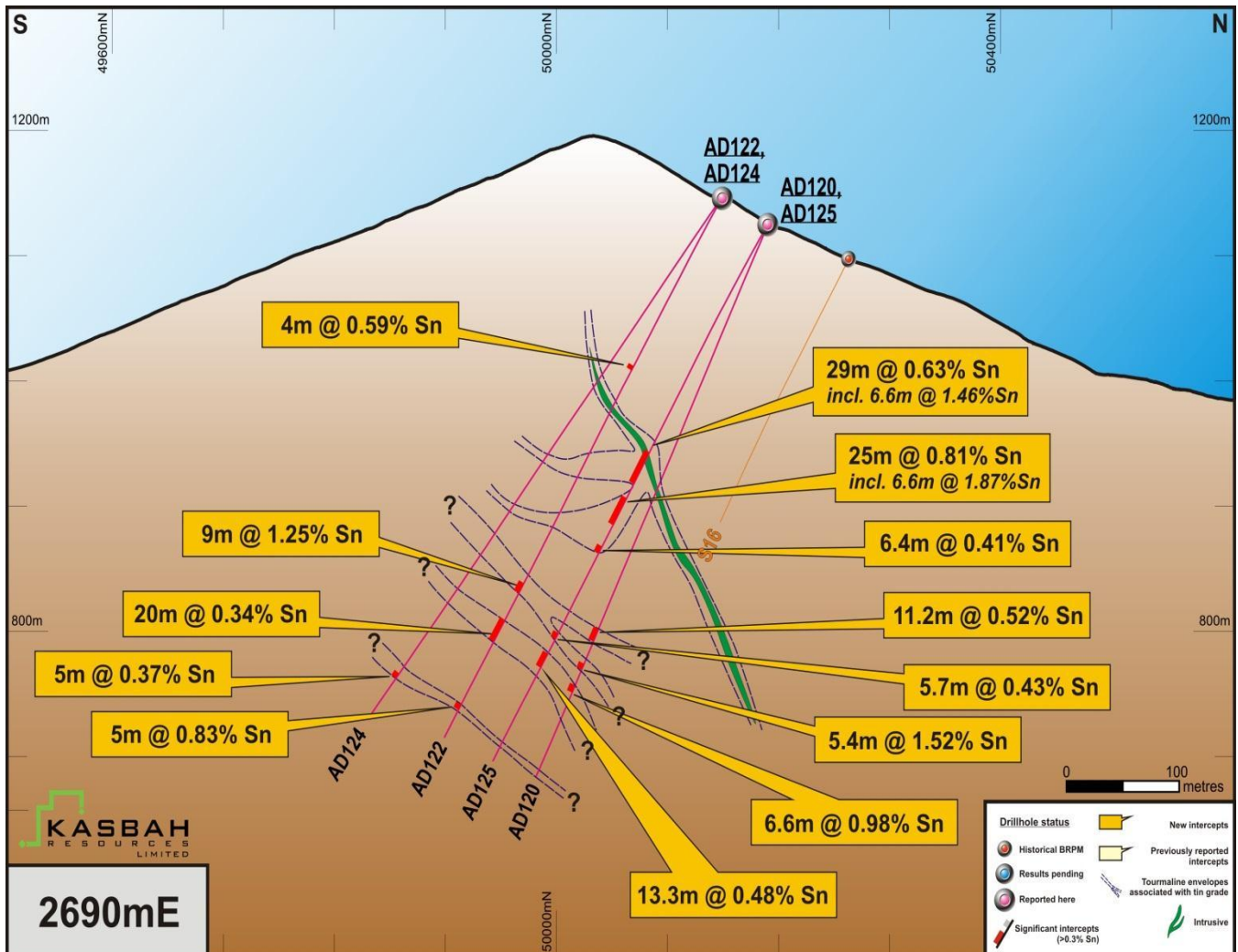
#### **AD124 returned:**

- 5m @ 0.37% Sn from 477m.

**AD125 returned:**

- 29m @ 0.63% Sn from 211m (includes 6.6m @ 1.46% Sn from 225.2m;
- 25m @ 0.81% Sn from 253m (includes 6.6m @ 1.87% Sn from 262.7m);
- 6.4m @ 0.41% Sn from 297.6m;
- 5.7m @ 0.43% Sn from 377.3m; and
- 13.3m @ 0.48% Sn from 396.2m.

The tourmaline envelopes associated with tin grade (refer Figure 2) constitute a preliminary interpretation. Structural measurements of bedding orientations suggest the tourmaline alteration is strongly controlled by bedding in this area. Interpretation of the relationship between this section and those to the west is in progress in order to develop a three dimensional model.



**Figure 2**

**Achmmach 2690mE Section view**

**(Section view of drill hole traces, significant intercepts and tourmaline envelopes)**

Although the strength of mineralisation in AD124 is weak, another hole is required up dip of AD124 to confirm that the mineralisation has been terminated. AD120 has not closed off mineralisation and more drilling is required to test down dip of AD120.

Drilling continues with five rigs currently operational at Achmmach. The Company remains on track to deliver a new resource estimate in March 2012.



Wayne Bramwell  
Managing Director

For further information please go to:

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Achmmach Tin Project - August 2010 Resource			
Category	M Tonnes	Sn %	Contained Tin (k tonnes)
Indicated	2.2	0.8	17
Inferred	4.8	0.8	37
<b>Total</b>	<b>7.0</b>	<b>0.8</b>	<b>54</b>

*The information in this report is based on information compiled by Mr Chris Bolger, a Member of the Australasian Institute of Mining and Metallurgy. Mr Bolger 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 Bolger consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.*

*The information in this announcement 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.*

**APPENDIX A: Drill-Hole Collar Details**

Hole ID	Collar UTM 30N WGS84 N	Collar UTM 30N WGS84 E	RL (m)	Azimuth	Dip	Depth(m)
AD120	3714913	243576	1124	162	-62	488.5
AD122	3714875	243598	1145	162	-57	497.8
AD124	3714875	243598	1145	161	-51	518.5
AD125	3714912	243576	1124	162	-56	506.5

**APPENDIX B: Significant Intersections<sup>A</sup>**

Hole ID	Collar UTM 30N WGS84 N	Collar UTM 30N WGS84 E	From (m)	To (m)	Down-hole interval (m)	Tin Grade <sup>B</sup> Sn %
AD120	3714913	243576	357.2	368.4	11.2	0.52
			388	393.4	5.4	1.52
			407	413.6	6.6	0.98
AD122	3714875	243598	155	159	4	0.59
			355	364	9	1.25
			389	409	20	0.34
			467	472	5	0.83
AD124	3714875	243598	477	482	5	0.37
AD125	3714912	243576	211	240	29	0.63
		includes	225.2	231.8	6.6	1.46
			253	278	25	0.81
		includes	262.7	269.3	6.6	1.87
			297.6	304	6.4	0.41
			377.3	383	5.7	0.43
			396.2	409.5	13.3	0.48
All Assays for Intervals reported below						

<sup>A</sup> significant intersections >100m below natural surface selection criteria:

≥ 0.3% Sn and ≥ 5m down-hole and ≤ 3m down-hole < 0.3% Sn included OR

≥ 0.3% Sn and ≥ 1.5 %Tin-metres metal accumulation down-hole and ≤ 3m down-hole < 0.3% Sn included

<sup>B</sup> grades adjusted for recovery



Drill Hole	From (m)	To (m)	Sample Width	Tin Grade <sup>B</sup> Sn%
<b>AD120</b>	357.2	358	0.8	0.52
	358	359	1	0.30
	359	360	1	0.49
	360	361	1	0.68
	361	362	1	0.50
	362	363	1	0.09
	363	364	1	0.17
	364	365	1	0.22
	365	366	1	0.68
	366	367	1	0.82
	367	368.4	1.4	1.03
	388	389	1	0.99
	389	390	1	3.92
	390	391	1	1.43
	391	392	1	1.49
	392	393.4	1.4	0.28
	407	408	1	0.46
	408	409	1	0.75
	409	410	1	0.27
	410	411	1	0.97
411	412	1	1.84	
412	413.6	1.6	1.37	
<b>AD122</b>	155	156	1	0.31
	156	157	1	1.32
	157	158	1	0.32
	158	159	1	0.40
	355	356	1	0.89
	356	357	1	1.54
	357	358	1	0.64
	358	359	1	0.83
	359	360	1	2.83
	360	361	1	3.07
	361	362	1	0.54
	362	363	1	0.23
	363	364	1	0.71
	389	390	1	0.47
	390	391	1	0.12
	391	392	1	0.29
	392	393	1	0.38
393	394	1	0.61	

Drill Hole	From (m)	To (m)	Sample Width	Tin Grade <sup>B</sup> Sn%
<b>AD122</b>	394	395	1	0.32
	395	396	1	0.36
	396	397	1	0.31
	397	398	1	0.35
	398	399	1	0.13
	399	400	1	0.04
	400	401	1	0.17
	401	402	1	0.30
	402	403	1	0.22
	403	404	1	0.33
	404	405	1	0.11
	405	406	1	0.31
	406	407	1	0.39
	407	408	1	1.08
	408	409	1	0.53
	467	468	1	0.78
	468	469	1	2.14
	469	470	1	0.13
	470	471	1	0.51
	471	472	1	0.59
<b>AD124</b>	477	478	1	0.45
	478	479	1	0.79
	479	480	1	0.01
	480	481	1	0.22
	481	482	1	0.41
<b>AD125</b>	211	212	1	0.34
	212	213	1	0.17
	213	214	1	0.34
	214	215	1	0.56
	215	216	1	0.48
	216	217	1	1.19
	217	218	1	0.61
	218	219	1	0.52
	219	220	1	0.36
	220	221	1	0.05
	221	222	1	0.19
	222	223	1	0.33
	223	224	1	0.27
	224	225.2	1.2	0.37
	225.2	226	0.8	0.74
226	227	1	3.20	



Drill Hole	From (m)	To (m)	Sample Width	Tin Grade <sup>B</sup> Sn%
AD125	227	228	1	2.54
	228	229	1	1.51
	229	230	1	0.43
	230	231	1	0.79
	231	231.8	0.8	0.74
	231.8	233	1.2	0.08
	233	234	1	0.15
	234	235	1	0.35
	235	236	1	0.93
	236	237	1	0.15
	237	238	1	0.15
	238	239	1	0.23
	239	240	1	0.61
	253	254	1	0.42
	254	255	1	0.21
	255	256	1	0.18
	256	257	1	0.28
	257	258	1	0.40
	258	259	1	0.41
	259	260	1	0.27
	260	261	1	1.07
	261	262	1	0.02
	262	262.7	0.7	0.03
	262.7	264	1.3	1.78
	264	265	1	4.67
	265	266	1	1.63
	266	267	1	1.14
	267	268	1	0.80
	268	269.3	1.3	1.40
	269.3	270	0.7	0.26
	270	271	1	0.13
	271	272	1	0.66
	272	273	1	1.27
	273	274	1	0.69
	274	275	1	0.25
	275	276	1	0.77
	276	277	1	0.41
	277	278	1	0.33
	297.6	298.1	0.5	2.34
	298.1	299	0.9	0.04
	299	300	1	0.11

Drill Hole	From (m)	To (m)	Sample Width	Tin Grade <sup>B</sup> Sn%
<b>AD125</b>	300	301	1	0.18
	301	302	1	0.33
	302	303	1	0.32
	303	304	1	0.52
	377.3	378	0.7	0.55
	378	379	1	0.05
	379	380	1	0.56
	380	381	1	0.33
	381	382	1	0.26
	382	383	1	0.86
	396.2	397.5	1.3	0.71
	397.5	398.7	1.2	1.80
	398.7	400	1.3	0.19
	400	401	1	0.28
	401	402	1	0.18
	402	403	1	0.33
	403	404	1	0.26
	404	405	1	0.16
	405	406.1	1.1	0.25
	406.1	407.4	1.3	0.38
	407.4	408.3	0.9	0.13
	408.3	409.5	1.2	0.86

<sup>B</sup> grades adjusted for recovery