

June 9, 2009
ASX Release



IN-FILL DRILLING CONFIRMS THICK CHANNEL IRON AT ROCKLEA PROJECT, PILBARA

- **Encouraging results confirm thick channel iron mineralisation with better intersections including:**
 - **32 metres @ 54.4% Fe - (61.4% CalcinedFe)**
 - **20 metres @ 54.5% Fe - (61.9% CalcinedFe)**
 - **26 metres @ 53.9% Fe - (61.1% CalcinedFe)**
 - **12 metres @ 55.9% Fe - (63.3% CalcinedFe)**
 - **22 metres @ 55.9% Fe - (62.9% CalcinedFe)**
 - **36 metres @ 54.9% Fe - (62.2% CalcinedFe)**
- **Results to date also extend the channel further to the west outside the current Inferred Resource (37.6Mt @ 53.2% Fe)**
- **Final assay results for remaining drill holes expected within next three weeks**

Diversified exploration company AusQuest Limited (ASX: AQD) is pleased to report encouraging initial results from recent in-fill drilling at its 75%-owned **Rocklea Channel Iron Project** in the Pilbara region of Western Australia.

A total of 41 RC drill-holes were completed in April to provide in-fill coverage at approximately 200 metre by 100 metre drill hole spacing over the current Inferred Resource outlined by earlier drilling (**37.6Mt @ 53.2% Fe** as announced on 13th August 2008).

This programme was designed to determine the continuity of higher iron grades and define internal waste outlines before revised resource estimates could be undertaken.

The results received to date have confirmed the presence of thick channel iron mineralisation in the western half of the Inferred Resource as well as extending the channel further to the west outside the current Inferred Resource outline.

Assay results received for the first 23 drill-holes are summarised in the table below using a 50% Fe cut-off grade and a minimum 4 metre thickness:

Hole No	Easting	Northing	Depth from	Depth to	Interval metres	Fe%	Al ₂ O ₃ %	SiO ₂ %	LOI 1000	FeCalc %
RC044	548282	7476879	16m	28m	12	52.5	2.6	9.4	11.4	59.2
RC045	548439	7476992	2m	10m	8	53.3	2.0	7.3	11.8	60.5
			30m	46m	16	54.0	3.9	5.8	11.5	61.1
RC046	548564	7477164	0m	12m	12	51.0	1.7	8.4	12.2	58.2
			18m	50m	32	54.4	3.4	6.2	11.3	61.4
RC047	548178	7477041	0m	8m	8	52.8	1.5	7.1	12.2	60.2
RC050	548371	7477087	18m	28m	10	52.9	2.5	10.1	10.9	59.4

RC053	548494	7476915	0m	12m	12	52.3	1.6	10.9	10.9	58.7
			24m	44m	20	54.5	3.4	5.5	12.0	61.9
			48m	56m	8	52.6	3.9	8.3	10.5	58.7
RC054	548613	7477099	4m	8m	4	51.7	2.2	5.4	13.6	59.8
			22m	48m	26	53.9	3.4	6.2	11.9	61.1
RC055	548664	7477026	4m	8m	4	51.3	1.8	7.4	12.8	58.9
			20m	50m	30	52.4	4.1	8.1	11.5	59.3
RC056	548722	7476929	0m	10m	10	51.6	3.5	5.5	13.8	59.8
			16m	22m	6	52.3	3.7	7.4	12.0	59.4
RC057	548775	7476871	0m	14m	14	51.1	3.2	7.8	12.7	58.5
RC058	548390	7477435	8m	16m	8	53.8	2.5	5.4	12.7	61.6
RC059	548446	7477350	2m	16m	14	51.3	3.1	8.1	12.9	58.9
RC060	548499	7477272	4m	10m	6	56.1	2.6	6.5	10.3	62.6
			24m	36m	12	55.9	2.4	5.0	11.7	63.3
RC061	548552	7477534	10m	14m	4	55.7	2.8	4.5	12.3	63.5
RC062	549109	7477072	2m	10m	8	56.3	2.5	3.6	11.9	63.9
RC063	548995	7477249	6m	10m	4	51.8	2.6	4.8	13.8	60.1
			14m	36m	22	55.9	2.0	5.8	11.2	62.9
RC064	548893	7477390	4m	12m	8	54.6	2.8	5.8	11.9	61.9
			16m	52m	36	54.9	2.8	5.6	11.6	62.2
RC066	549639	7477042	14m	18m	4	55.0	1.6	7.2	11.5	62.1

*Note: All holes are vertical. Samples were collected at 2 metre intervals. Samples were dried, pulverised and assayed by X-Ray Fluorescence Spectrometry
Loss on Ignition (LOI 1000) values reflect water of crystallisation of the Fe minerals within the samples*

Assay results for the remaining drill-holes are expected over the next three weeks at which time a full assessment of the results will be made.

The Board of AusQuest looks forward to reporting further results from the Rocklea Project as they become available.



Graeme Drew
Managing Director

COMPETENT PERSON'S STATEMENT

The details contained in this report that pertain to exploration results are based upon information compiled by Mr Graeme Drew, a full-time employee of AusQuest Limited. Mr Drew is a Fellow of the Australasian Institute of Mining and Metallurgy (AUSIMM) and has sufficient experience in the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Drew consents to the inclusion in the report of the matters based upon his information in the form and context in which it appears.

