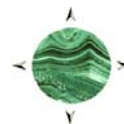


Malachite Resources Limited

ABN 86 075 613 268



ASX Announcement

ASX Code: MAR

25 August 2011

DRILLING RESUMES AT LORENA GOLD PROJECT

Malachite Resources Limited (“Malachite” or “the Company”) is pleased to advise that the second phase of resource drilling has commenced at the Company’s Lorena Gold Project (“Lorena”), located near Cloncurry in northwest Queensland.

This drill program, as previously foreshadowed, is aimed at extending the existing mineral gold resource down plunge. The drill program is approximately 2,500 metres of reverse circulation percussion drilling and is expected to be completed by the end of September, with results available about four weeks later.

For further information please telephone Geoff Hiller on (02) 9411 6033 or email the company at info@malachite.com.au and visit the website: www.malachite.com.au

A handwritten signature in black ink, appearing to read 'Geoff Hiller', is positioned above the typed name.

G. HILLER
Chief Executive Officer
25 August 2011