

ASX / MEDIA RELEASE

24 October 2011

300% INCREASE IN BAUXITE JORC RESOURCE - LAOS

HIGHLIGHTS

- **SRK completes Resource upgrade at SARCO LSI Tenement**
 - **LSI JORC Resource increased by 300% to 77Mt**
 - **Low Silica Resource - 2.3% SiO₂**
 - **38% of the LSI Resource in higher confidence Measured category**
- **Resource upgrade on Yuqida tenement underway, results expected in the current quarter**

Emerging large-scale alumina developer, Ord River Resources (ASX: ORD) today announced a step JORC Resource increase at the Company's flagship bauxite/alumina project, SARCO, in Laos (49% owned by ORD and 51% owned by NFC-China).

Ord River's Managing Director, Peter Shou said SRK Consulting completed a JORC Resource calculation for ORD's LSI tenement, reporting a 300% increase from 19mt previously to 77mt.

"Importantly, the deposit is good quality with a low Silica content of 2.3%, and, some 29mt or 37% of the upgraded Resource is in the higher confidence Measured category," Mr Zhu said.

"This significant increase in both quantity and quality underpins our confidence in the SARCO project, and reaffirms our commitment to developing a 600,000t alumina refinery in Laos."

"SRK Consulting is in the process of completing its JORC Resource report on Yuqida the second SARCO tenement, and we look forward to its upgrade which we expect to report in the current quarter."

SRK Consulting's summary report for the LSI tenement is attached to this release.

ENDS

Contact:

Frank Zhu
Head of Corporate Development
investor.relations@ord.com.au
+61 2 8307 3877

Media:

Warrick Hazeldine
Purple Communications
whazeldine@purplecom.com.au
+61 8 6314 6300

Memo

Client:	Sino Australian Resources (Laos) Co, Ltd	Date:	19 th October 2011
Attention:	Paul Hunter / Frank Zhu	From:	Danny Kentwell
Project No:	SAR001	Revision No:	
Project Name:	Laos Bolaven Plateau Bauxite Project Res		
Subject:	LSI Bauxite Mineral Resource Statement, Bolaven Plateau, Laos		

Sino Australian Resources (Laos) Co, Ltd (“SARCO”) is a joint venture company between Ord River Resources Limited (“ORD”) and China Nonferrous Metal Industry’s Foreign Engineering and Construction Company (Co), Limited (Ltd) (“NFC”). ORD holds 49 % of SARCO and NFC holds 51 %. SARCO is developing the Bolaven Plateau bauxite deposit, in Laos, within two granted tenements (LSI 66 and Yuqida block tenements). SARCO holds a direct 51 % interest in the LSI 66 tenement with JV partner Lao Service Limited.

SARCO commenced resource definition drilling in 2007-2008 on the Bolaven Plateau bauxite deposit.

SARCO was encouraged by 2007-2008 drill results and began a further drilling program in March 2010 to increase the resource of the bauxite mineralisation zones. The company completed a drilling program in July 2010 at the LSI 66 Block (LSI) with 1012 drill-holes totalling 8072m and 8,772 samples were taken. In October 2010 drilling commenced in the Yuqida tenement and all resource definition drilling was completed in April 2011.

Following the completion of drilling in April 2011, SRK was engaged to complete Mineral Resource estimates for both LSI and Yuqida. This memo summarises the Resource estimated completed for LSI 66 Block.

Table 1 gives the Resource at a 10% Available Al₂O₃ cut off and at a 23% Available Al₂O₃ cut off broken down by Resource category. Table 2 shows the breakdown of the resource by the areas defined in Figure-5. Plans of the Resource colour coded by Available Al₂O₃, Reactive SiO₂, Fe₂O₃ and bauxite thickness are shown in Figure -1, Figure -2, Figure -3 and Figure -4.

Table 1: LSI Mineral Resource Estimate at October 2011

Available Al ₂ O ₃ Cut Off	Classification	Volume (M m ³)	Dry Density (Constant)	Dry Tonnage (Mt)	Available Al ₂ O ₃ (%)	Reactive SiO ₂ (%)	Total Al ₂ O ₃ (%)	Total SiO ₂ (%)	Total Fe ₂ O ₃ (%)	Average Thickness (m)
10%	Measured	18	1.59	29	27.4	2.1	32.0	7.9	28.7	5.2
10%	Indicated	26	1.59	42	24.8	2.5	29.7	10.0	29.6	3.7
10%	Inferred	3	1.59	5	25.4	1.9	30.4	10.5	28.4	3.3
10%	Total 10 % cut off	48	1.59	77	25.8	2.3	30.6	9.3	29.2	4.2
Inclusive of;										
23%	Measured	16	1.59	25	28.3	2.1	32.7	7.3	28.3	5.9
23%	Indicated	21	1.59	33	25.7	2.5	30.4	9.4	29.3	4.1
23%	Inferred	3	1.59	5	26.0	2.1	30.8	10.2	28.1	3.2
23%	Total 23% cut off	39	1.59	63	26.8	2.3	31.4	8.6	28.8	4.6

1. Minor apparent discrepancies in the totals due to rounding may exist. Totals are correct to the number of significant figures shown.
2. The Bauxite layer is defined by the material downhole between the first and last 1m sample occurrences where Available Al₂O₃ > 10%, Reactive SiO₂ <7%, Total Fe₂O₃ < 40% and Total SiO₂ < 20%
3. Estimation is by 2D Ordinary Kriging into 50m x 50m blocks
4. Minimum reported block thickness in 0.5m
5. Digest conditions for Available Al₂O₃ and Reactive SiO₂ are 1g of sample in 10ml of 90gpl NaOH for 30min at 175 degrees C. The samples were assayed by the Beijing Research Institute of Uranium Geology, China National Nuclear Corporation (BRIUG)
6. Total Al₂O₃, Total SiO₂ and Total Fe₂O₃ were analysed using XRF by BRIUG.
7. 3% of the samples were duplicate assayed by ALS Chemex, Brisbane Australia for Available Al₂O₃, Reactive SiO₂, Total Al₂O₃, Total SiO₂ and Total Fe₂O₃ and found to be within acceptable limits.
8. Dry density is based on the average of six density tests over the Resource and supported by a further 20 density tests from other deposits in the region
9. Samples used for estimation are from the 2010 / 2011 drilling campaign only.
10. Classification is largely based on drill spacing with 50m x 100m being Measured 100m x 200m being Indicated and the remaining being Inferred at 200m by 400m spacing.

11. The 10% Available Al₂O₃ cut off Total represents the entire Bauxite Resource estimated. The 23% Available Al₂O₃ cut off Total represents only the 50m x 50m blocks greater than 23% Available Al₂O₃.
12. The bauxite contains only minor boehmite. The mineralogy of the bauxite consist of the major phases gibbsite, goethite and hematite with minor kaolinite, quartz, anatase, rutile, ilmenite and various minor iron minerals.

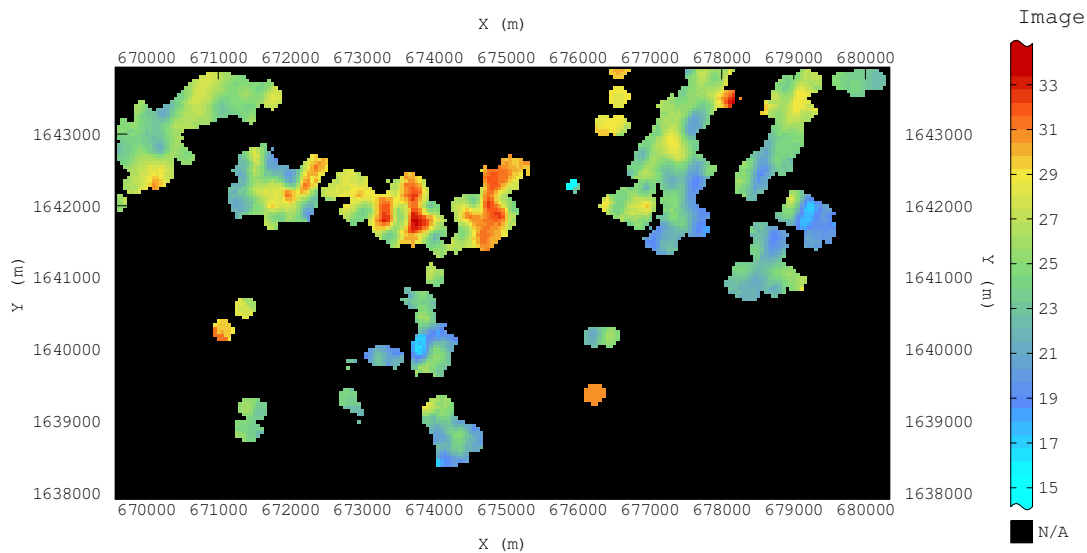


Figure -1: Available Al₂O₃ blocks

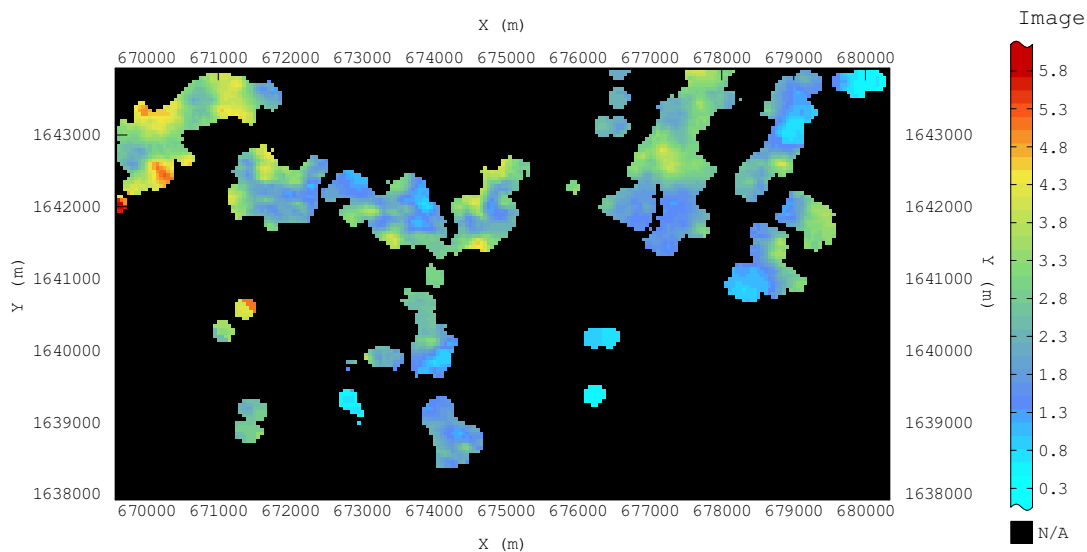


Figure -2: Reactive SiO₂ blocks

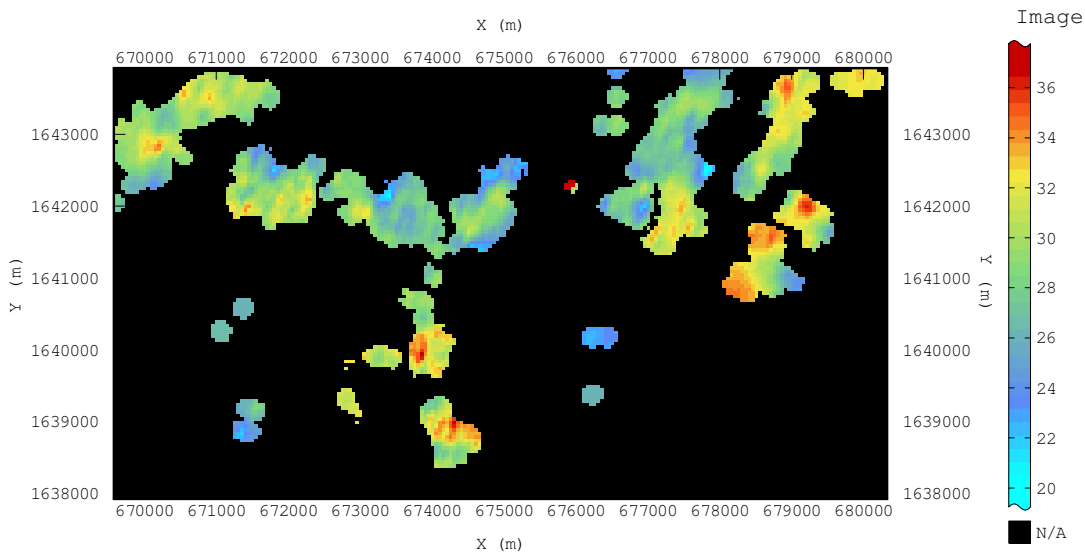


Figure -3: Fe₂O₃ blocks

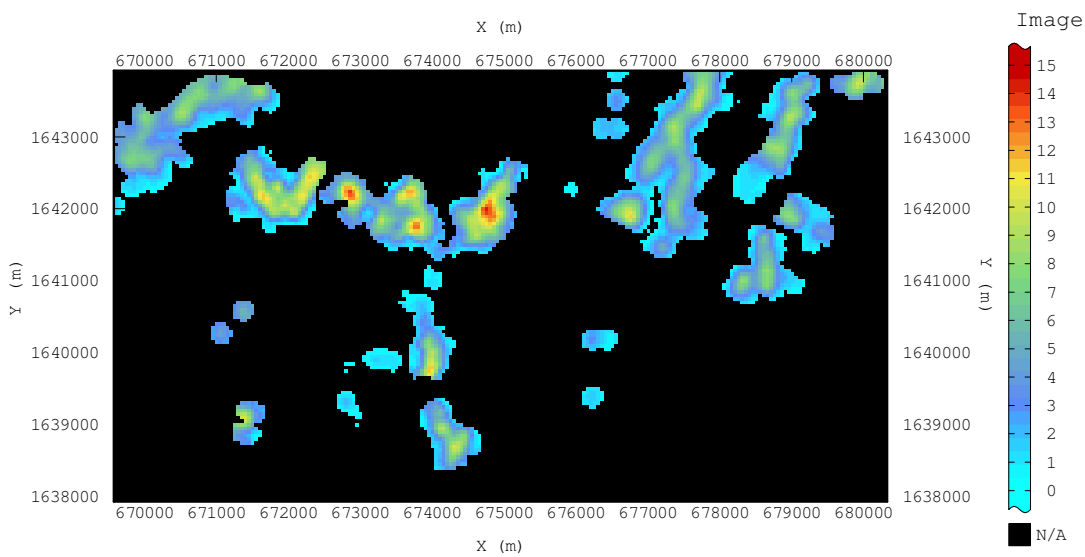


Figure -4: Thickness blocks

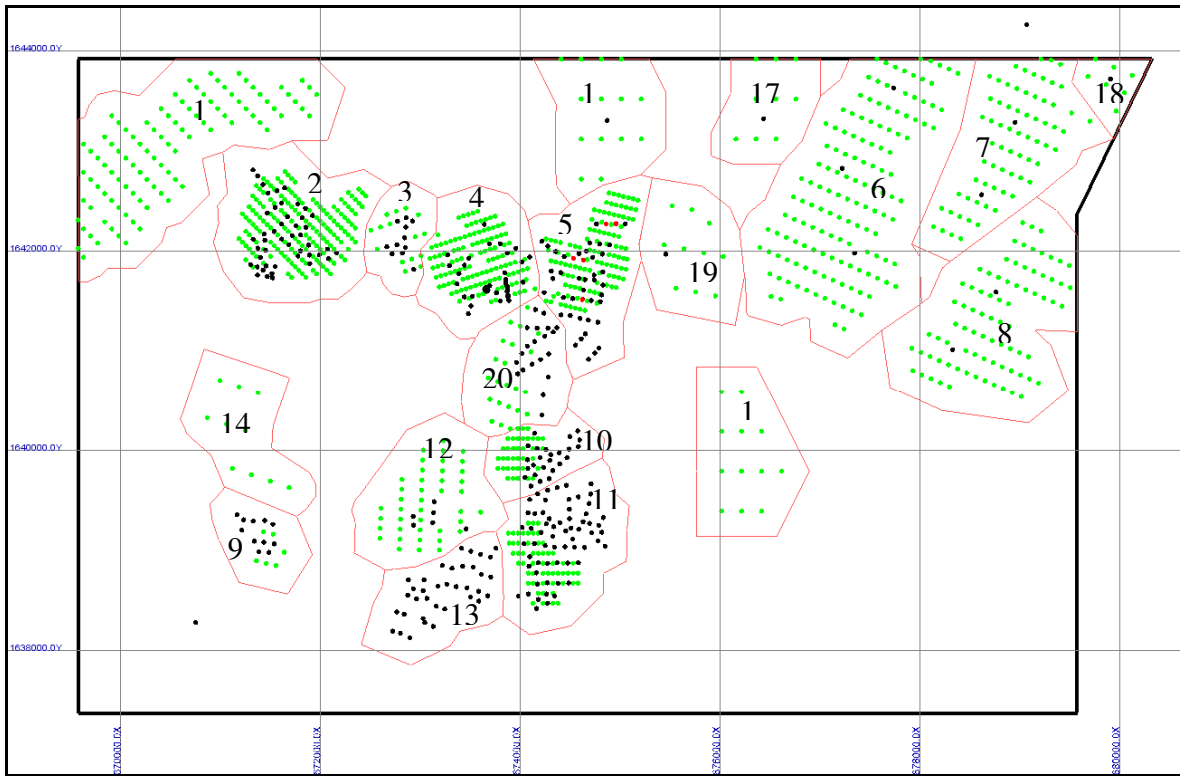


Figure-5: LSI drilling layout with area numbers, black = 2007, green = 2010, red = twin hole

Table 2: Resource at 10% Available Al₂O₃ cut off by area

Area	Class	Dry Tonnage (Mt)	Available Al ₂ O ₃ (%)	Total Fe ₂ O ₃ (%)	Reactive SiO ₂ (%)	Total Al ₂ O ₃ (%)	Total SiO ₂ (%)
2	MEAS	8 955	26.77	29.03	2.27	31.87	8.05
5	MEAS	7 590	29.69	27.60	2.46	33.33	7.71
4	MEAS	7 130	29.49	26.97	1.92	34.27	6.98
11	MEAS	3 470	22.83	31.31	1.85	27.46	10.18
10	MEAS	2 226	22.86	32.11	1.58	28.15	7.72
6	IND	14 351	24.72	28.09	2.51	29.52	11.24
1	IND	11 799	25.26	29.97	3.32	30.27	9.22
8	IND	5 871	22.17	31.53	1.93	27.48	10.39
7	IND	5 742	25.19	31.03	1.66	29.57	8.51
3	IND	3 006	27.88	28.90	1.83	33.15	8.79

20	IND	875	23.47	29.57	2.61	29.66	13.37
12	IND	316	22.35	30.77	1.54	29.89	10.66
18	INF	1 985	23.52	32.40	0.68	28.19	7.93
9	INF	1 150	24.51	25.51	2.61	30.90	13.74
14	INF	863	28.49	26.36	3.88	31.64	10.82
17	INF	668	28.63	27.70	2.25	32.74	9.40
15	INF	479	25.37	23.83	0.75	32.42	14.15

Competent Person's Statement

The information in this report that relates to Mineral Resources is based on information compiled by Mr Danny Kentwell, who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr Kentwell is employed by SRK Consulting (Australasia). Mr Kentwell 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 Kentwell consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.