



Talga Resources Ltd

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Corporate Information

ASX Code **TLG**
 Shares on issue **54.40m**
 Options (unlisted) **3.75m**
 52 week high **A\$0.77**
 52 week low **A\$0.15**

Company Directors

Sean Neary
 Non-Executive Director &
 Chairman

Mark Thompson
 Managing Director

Piers Lewis
 Non-Executive Director

 **ASX Code: TLG**

DRILLING UNDERWAY AT COARSE FLAKE GRAPHITE PROJECT, SWEDEN

- **Diamond core drilling program at the Raitajärvi graphite project has commenced as planned.**
- **Drilling is targeting strike and depth extensions of the current JORC Inferred coarse flake graphite resource.**
- **Four drill holes have been completed to date, each of which have intercepted visible coarse flake graphite.**

Talga Resources Limited (ASX: TLG; "Talga" or "the Company") is pleased to report that drilling has commenced at its 100% owned Raitajärvi graphite deposit in north Sweden (Fig 1).

The drilling program (for details see ASX:TLG release 4th Feb 2013) is being undertaken to test for strike and depth extensions of the current JORC inferred flake graphite resource grading 10.8% Cg, which was based on historic drilling by the Geological Survey of Sweden. In addition, the drillcore will provide detailed geological, structural and metallurgical information to potentially fast-track the deposit to preliminary economic studies.

Photo 1. Graphite flake visible in first Talga drillhole at Raitajärvi.



Drilling

Graphite at Raitajärvi is hosted by a sequence of metasediments and schists. In the four holes completed to date, multiple zones of graphite up to 35m down hole width have been intersected. These holes are located up to 100m south of the current JORC resource, confirming the potential for a significant upgrade in resource size (see Fig 2). The zones appear to compare favourably with those intersected in historic drilling within the resource area (see Table 1).

Managing Director, Mark Thompson said, "We are pleased to be drilling again in Sweden, with winter offering ideal conditions and diamond drilling being the fastest way to advance towards economic studies. We expect this phase of resource targeting to be completed by the end of March with assay results available for a new resource estimate within a further 4-6 weeks.

The historic work by the Geological Survey of Sweden (drilling and preliminary metallurgical studies) showed the graphite at Raitajärvi to be of large flake size and marketable carbon grades (see ASX:TLG release 4th Feb 2013). With commercial aspects of the end product already well understood, our drilling focusses simply on an expansion of resource tonnes. We aim to identify a mine life of 10 years or more for this attractive coarse flake graphite deposit on the doorstep of the European market."

For further information, please contact:

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Photo 2. Talga staff and contractors preparing drillsite at Raitajärvi.



Photo 3. Talga staff geologist logging new Raitajärvi core.



ABOUT TALGA RESOURCES

Talga Resources (Talga) (ASX: "TLG") is a diversified mineral explorer and developer with a portfolio of 100% owned graphite, iron, copper and gold projects in Sweden and Western Australia.

Graphite

Talga wholly owns multiple advanced and high grade graphite projects in the Kiruna Mineral District of northern Sweden. The immediate focus is to advance these projects towards development, utilising the advantages of established quality infrastructure including power, road, rail and ports. Initially this will entail economic studies on the JORC Indicated and Inferred 7.6Mt @ 24.4% Cg Nunasvaara resource and upgrading of the size and status of the Raitajärvi graphite Inferred resource.

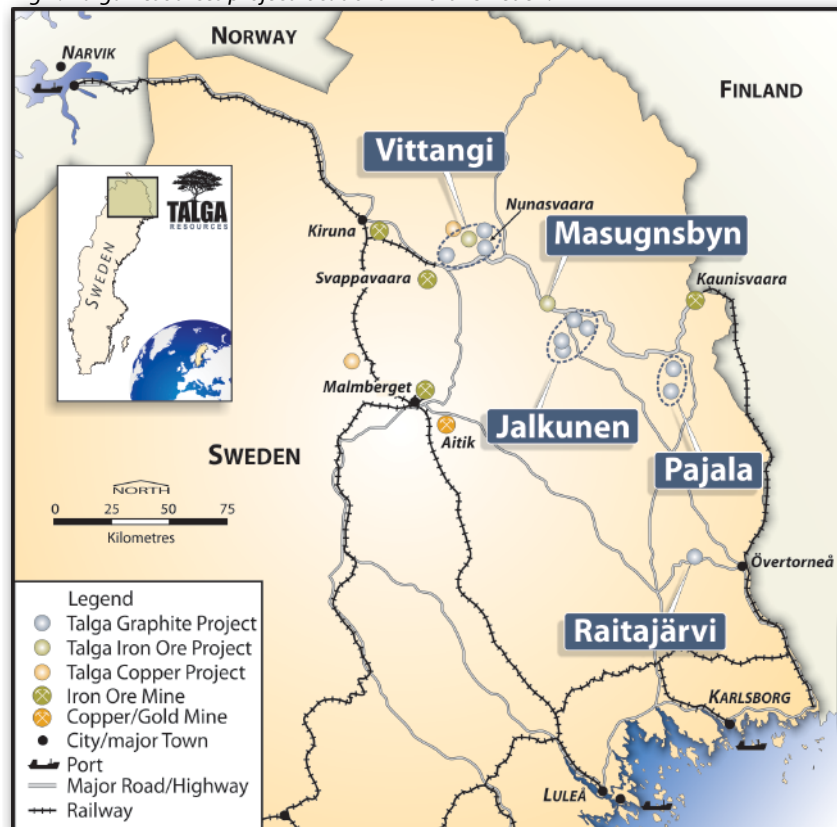
Iron

Talga owns multiple JORC compliant iron resources and exploration targets located in the Kiruna mineral district. The iron ore deposits are of significant scale and strategic importance, with considerable growth upside based on historic drilling. Talga's strategy is to commercialise these assets to provide funds for the graphite projects.

Gold

Talga owns multiple high grade gold projects located in the Yilgarn and Pilbara regions of Western Australia. Additionally the Company owns several copper-gold projects within its Sweden portfolio.

Fig 1. Talga Resources project locations in north Sweden.



Competent Person's Statement

The information in this report that relates to Exploration Results is based on information compiled and reviewed by Mr Darren Griggs and Mr Mark Thompson, who are members of the Australian Institute of Geoscientists. Mr Griggs and Mr Thompson are employees of the Company and have sufficient experience which is relevant to the activity to which is being undertaken 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" ("JORC Code"). Mr Griggs and Mr Thompson consent 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 Resource Estimation is based on information compiled and reviewed by Mr Simon Coxhell. Mr Coxhell is a consultant to the Company and a member of the Australian Institute of Mining and Metallurgy. Mr Coxhell has sufficient experience relevant to the styles of mineralisation and types of deposits which are covered in this document 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" ("JORC Code"). Mr Coxhell consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

Fig 2. Plan of central part of Talga's Raitajärvi graphite project showing graphite intercepts in drilling and trenches outside the current JORC resource using lower cut-off 5% Cg. Phase 1 drilling area subject to drilling Feb-March 2013.

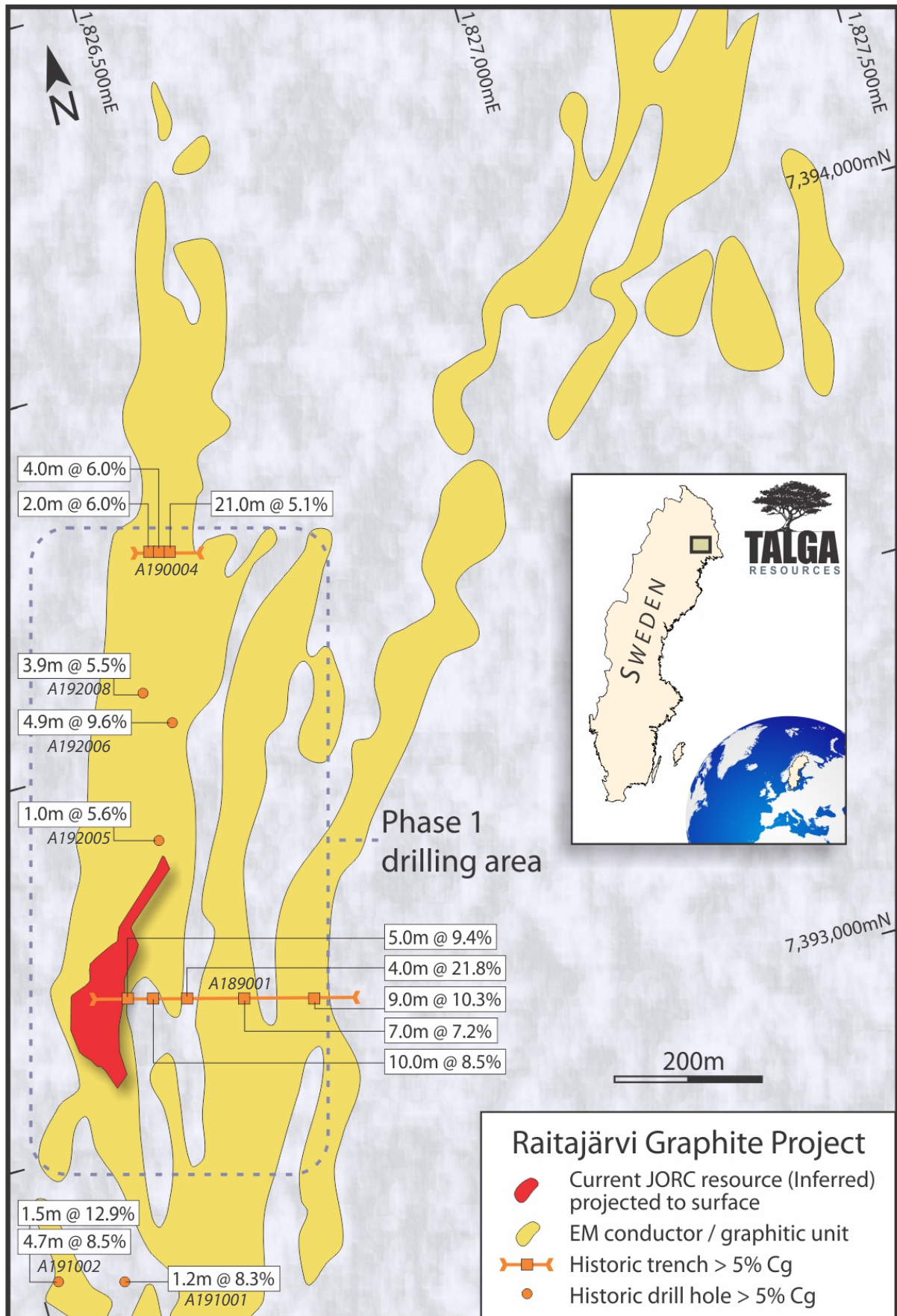


Table 1. Historical diamond drill sampling results at Raitajärvi, selected where interval >5%Cg and including internal waste.

Hole ID	East (RT90)	North (RT90)	Collar RL (m)	Azi	Dip	EOH (m)	From (m)	To (m)	Interval (m)	Grade %Cg
AI91001	1826154	7392824	110	105	-50	71	46.5	47.7	1.2	8.3
AI91002	1826067	7392848	106	105	-50	81	33.0	34.5	1.5	12.9
							70.0	74.6	4.7	8.5
AI91003	1826207	7393209	120	105	-50	69	14.1	15.2	1.1	9.3
							22.9	55.8	33.0	10.6
							63.6	65.5	1.9	8.9
AI91004	1826188	7393214	117	105	-50	61	25.7	53.0	27.3	10.6
AI91005	1826241	7393298	126	105	-50	93	45.5	48.2	2.8	7.5
							59.5	68.0	8.5	8.2
AI91006	1826320	7393360	136	105	-50	84	45.0	46.8	1.8	5.7
							54.8	57.4	2.6	6.8
AI91008	1826189	7393105	114	105	-50	77	10.7	12.8	2.1	8.2
							13.6	15.0	1.4	5.4
							32.6	58.0	25.4	8.2
AI91009	1826196	7393165	117	105	-50	83	8.6	47.4	38.8	8.0
							60.8	64.2	3.4	7.3
AI92001	1826189	7393136	115	105	-45	57	10.0	15.4	5.4	7.9
							23.0	49.0	26.0	7.3
							51.0	52.9	1.9	5.5
							55.0	56.9	1.9	6.0
AI92002	1826239	7393247	126	105	-45	55	6.3	9.2	2.9	15.3
							15.9	44.7	28.9	14.2
AI92003	1826272	7393290	130	105	-45	45	8.6	10.5	2.0	6.4
							12.2	21.3	9.1	5.9
AI92004	1826343	7393353	140	105	-45	45	20.3	21.5	1.3	5.0
AI92005	1826359	7393390	142	105	-45	53	19.4	20.4	1.0	5.6
AI92006	1826421	7393540	146	105	-45	36	14.3	19.2	4.9	9.6
AI92008	1826394	7393589	139	105	-45	53	27.0	30.9	3.9	5.5
AI92009	1826253	7393269	127	105	-45	51	16.7	19.2	2.5	13.5
							37.0	42.2	5.2	9.4
AI92010	1826225	7393251	123	105	-45	67	16.8	19.1	2.3	11.3
							42.7	44.0	1.4	13.5
							50.4	61.8	11.5	14.1
AI92011	1826222	7393226	121	105	-45	52	11.4	45.8	34.4	9.9
							47.7	49.2	1.5	5.9

Note.

Historical diamond drill sampling conducted by SGU. Graphitic carbon assay by LECO detector.