

STROMBERG HEAVY RARE EARTH PROSPECT - SECOND PHASE DRILLING COMMENCES

TUC is pleased to announce the commencement of a second phase of drilling at its Stromberg Heavy Rare Earth Prospect.

Drilling will initially target a +2km prospect strike length, build on identified coherent zones of mineralisation in previous drilling, and test for possible 'feeder' zones to mineralisation.

RC Drilling commences at the Stromberg Heavy Rare Earth Prospect (Daly Project);

Following significant results achieved from re-assay of **RC and rock-chip material with 95% of REE being Heavy Rare Earths** (HREE) (see TUC ASX Announcement dated 25th August 2011), a second phase of RC drilling has commenced at the Stromberg Prospect.

Important points at the Stromberg Prospect include:

- ✓ Stromberg is **rich** in the **critical** rare earths **Dysprosium and Yttrium**;
- ✓ **Xenotime** mineralogy potentially offers a simple processing/development route (see TUC ASX Announcement 14th September 2011);
- ✓ The **shallow, tabular mineralisation** intersected to date offers the possibility for more rapid development of the prospect.

Planned second phase RC drilling will firstly, test the highly promising 2.3km radiometric and geochemical anomaly, secondly, infill around and between two defined zones of coherent mineralisation identified during first phase drilling, and lastly, test possible 'feeder' structures to mineralisation (see Figure 1).

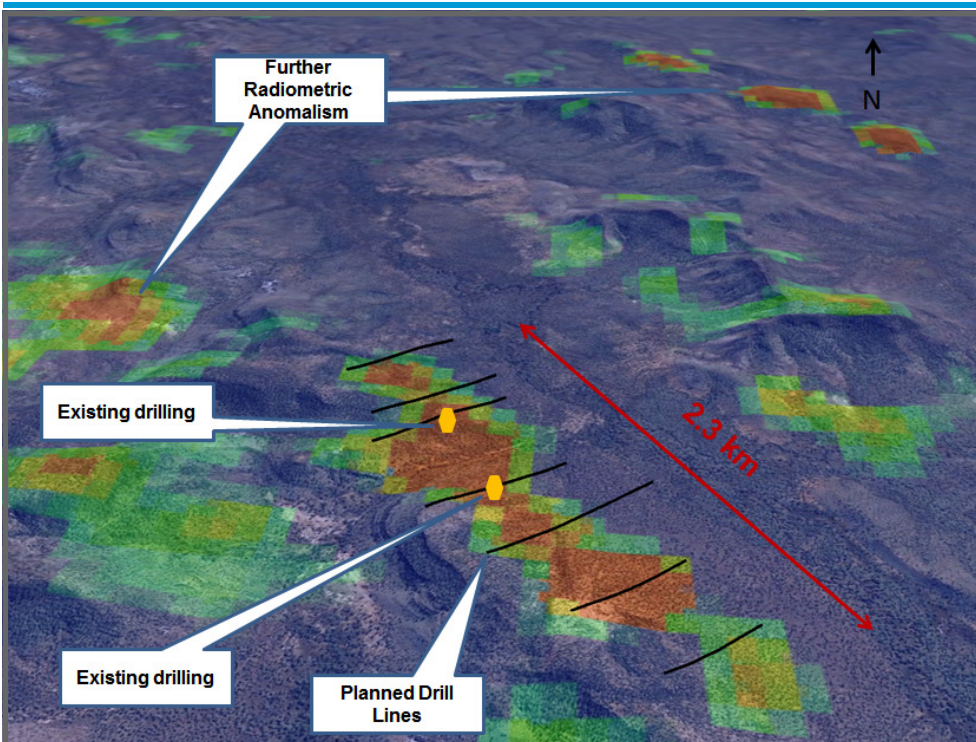


Figure 1 - Location of Phase 2 RC drilling at Stromberg Prospect (Daly Project), oblique 3D rendering overlain with radiometrics.

Figure 1 also shows the immediate district exploration potential by way of similar geophysical response (radiometrics) and repetition of rock units and trends. Soil and rock chip sampling is planned at these areas whilst the current phase of drilling is being undertaken.



TUC
RESOURCES

ASX Code: TUC

ASX Announcement

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Stromberg Prospect - TUC Building on Excellent Results

The first phase of RC drilling at the Stromberg Prospect (regional location on Figure 2), along a 2.3km long radiometric and geochemical anomaly, defined a shallow accessible and coherent zone of mineralisation on two sections 600 metres apart.

Excellent results include 7m @ 1% Total Rare Earth Oxide (TREO*) from surface. This result is considered excellent because 95% of the rare earth content is heavy and valuable rare earths. Particularly, the prospect is rich in the critical rare earth element Dysprosium (7.5%/TREO) (see TUC ASX Announcement dated 25th August 2011 for a full breakdown of results).

A portable *Niton* XRF unit has been acquired to allow a more efficient and rapid response to mineral intercepts and geological changes.

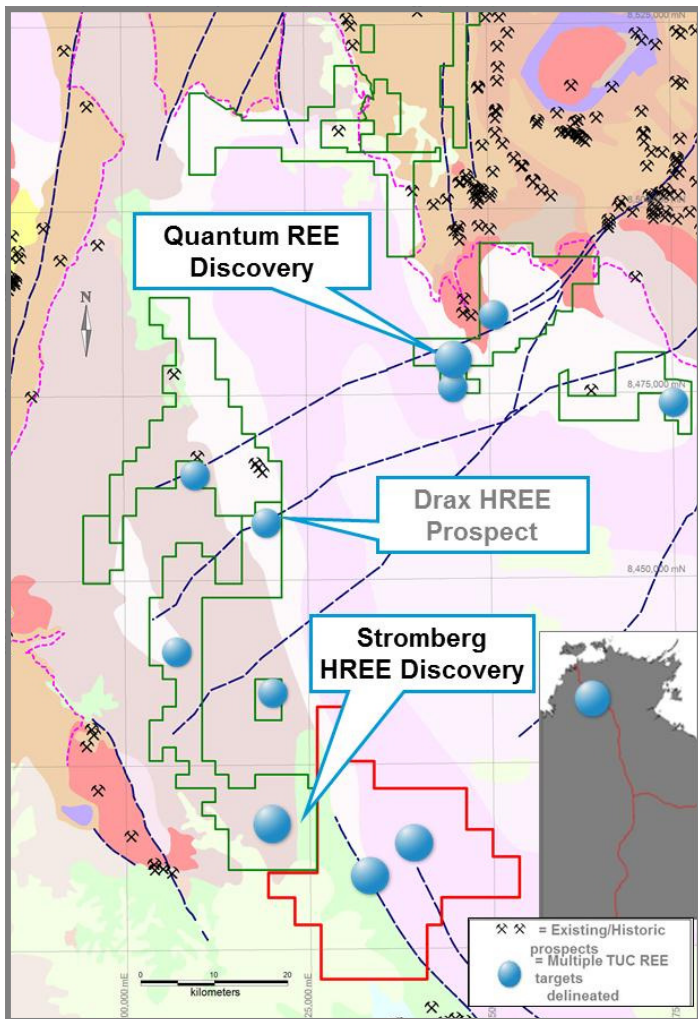


Figure 2 - Location of TUC's REE and HREE prospects and tenements (green outlines—granted, red outlines—application) in the mineral prospective Pine Creek region, with geology background.

Figure 3 - RC Drilling 2011

TUC are excited to be back on the Stromberg Prospect with another round of drilling and are looking forward to receiving results.

Work continues to assess the broader district HREE potential.

*Total Rare Earth Oxides (TREO's) have been calculated by addition of common oxide values for Ce, Dy, Er, Eu, Gd, Ho, La, Lu, Nd, Pr, Sm, Tb, Tm, Yb, Y. REO values have been calculated from REE ppm grades after analysis by lithium-metaborate fusion and ICPMS, where possible, or by HF/multi acid digest and ICPMS. The total REO is calculated as the sum of all REE as REE₂O₃, with the exception of Ce, Pr and Tb; which are calculated as CeO₂, Pr₆O₁₁, and Tb₄O₇ respectively, in accordance with geochemical conventions.

Heavy Rare Earth Elements HREE = Dy, Er, Ho, Lu, Tb, Tm, Yb, Y;

Medium Rare Earth Elements MREE = Gd, Eu, Sm;

Light Rare Earths LREE Ce, La, Pr, Nd.

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TUC Resources Ltd holds approximately 16,000km² of prospective land package across 39 (27 under application) tenements making it one of the biggest ground holders in the Northern Territory of Australia. The business holds eight consolidated project areas across several key geological and metallogenic terrains, affording it the opportunity to diversify exploration into many commodities.

The information in this report relates to exploration results compiled by Ian Bamborough, who is a Member of The Australian Institute of Geoscientists. Ian Bamborough is a fulltime employee of TUC Resources Ltd. Ian Bamborough 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'. Ian Bamborough consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.