



RESOURCE AND INVESTMENT PREPARES FOR DRILLING PROGRAM AT DOOLGUNNA

Resource & Investment NL (ASX: **RNI**) (the **Company**) is pleased to announce it is about to commence a ground electromagnetic (EM) survey at its flagship Doolgunna Project to identify priority targets to drill for VMS-style copper-gold deposits similar to the neighbouring DeGrussa discovery.

RNI Chairman, Miles Kennedy, said the ground EM survey was the penultimate stage in a systematic and aggressive exploration program being carried out by RNI at Doolgunna. The Doolgunna Project is located just 3km from Sandfire Resources' rich DeGrussa copper-gold discovery (10.67mt at 5.6% Cu, 1.8gpt Au and 15gpt Ag in four deposits – see Sandfire's ASX announcement 3 September 2010) in the Bryah Basin, about 135km north of Meekatharra in Western Australia.

The ground EM survey follows the completion of a detailed geological mapping program, an airborne electromagnetic survey and close-spaced geochemistry at Doolgunna. That exploration work has already generated 15 high-priority targets.

Significantly, those high-priority targets include a strong geochemical copper anomaly on the eastern boundary of the Doolgunna Project which is contiguous with the CC02 prospect currently being drilled by Talisman Mining within the "central corridor" of Narracoota Volcanics.

Mr Kennedy said the results of the ground EM survey – to be conducted across the entire Doolgunna Project area – were expected by the end of the quarter. Those results would be used to determine priority reverse circulation and diamond drilling targets at Doolgunna, with the aim of identifying VMS (volcanogenic massive sulphide) and gold deposits.

Meanwhile, Mr Kennedy also confirmed that a recently completed 4,000 line km aeromagnetic and radiometric survey flown over the Company's Three Rivers Project, about 35km north of DeGrussa, had produced a number of "bull's eye" magnetic targets.

He said a loam sampling program would follow to further assess those magnetic targets at Three Rivers, where work continues on a detailed geological mapping program which started two weeks ago.

For further information, contact:

MILES KENNEDY – CHAIRMAN

Resource and Investment NL
Tel: +61-8 9489 9200