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ASX Release

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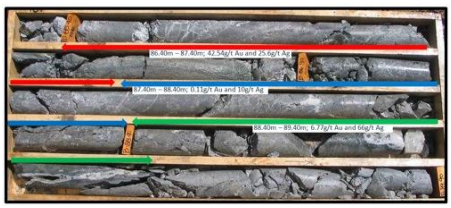


MVS – Drill hole BML-002 with mineralised interval from 86.4 to 89.4 metres: **3 metres at 16.47g/t gold and 33.9g/t silver.**

SEPTEMBER 2011 QUARTERLY ACTIVITY REPORT

HIGHLIGHTS

MANUEL VEIN SYSTEM (MVS)

- **Assay results received for 5 of the 13 holes completed, including:**

  3 metres at 16.47g/t gold, 33.9g/t silver from 86.4 metres

  1 metre at 22.18g/t gold; 1,152.9g/t silver; 4.93% copper; 5.45% lead; 3.88% zinc from 117.6 metres

SABANG PROSPECT

- **Assays received for the first hole with significant intercepts including:**

  15 metres from 11.30 metres containing 0.69% copper and 2.74g/t silver

  21 metres from 75 metres containing 0.39% copper and 3.20g/t silver

  15.5 metres from 96 metres containing 0.92g/t gold, 117.53g/t silver, 0.37% copper, 1.39% lead and 1.61% zinc

- **Diamond drilling on the Masapelid Project is fast tracking the Company's exploration activities with four diamond drilling rigs currently drilling on three prospects.**

- **Drilling being performed on the Manuel Vein System, Sabang copper-gold prospect and reconnaissance drilling on the Lunar-Magbanua prospect.**

- **A total of 25 holes for 4,436.75 metres were completed during the quarter.**

MVS – Drill hole BML-004 with mineralised interval from **117.6 to 118.6 metres. Interval averages 1 metres grading 22.18g/t gold and 1,152.9g/t silver.**

Jasperoidal boulder from Lunar-Magbanua Prospect. Assay grade ranges from 2.68g/t to 8.41g/t gold.

PHILIPPINES

GOLD

Manuel Vein System (MVS)

Drilling during the quarter has determined that the MVS and newly identified and parallel Francisco Vein are hosted within a 40 to 50 metre wide shear corridor. At the north-eastern extent of the shear (at Layab), the main mineralised vein occupies the southern margin of the shear corridor. At Shaft 2 in the central portion of the MVS, the main mineralised vein occupies the northern margin of the shear envelope.

Drilling has been performed on 100 metre spaced sections along north-south grid lines. On the north-eastern most extent of the MVS and proximal to Shaft 1 (Main Shaft) at Layab, holes have been drilled to intersect the MVS below interpreted historic mine workings.

Significant results include :

> **3 metres at 16.47g/t gold; 33.9g/t silver from 86.4 to 89.4 metres, *including* 1 metre at 42.54g/t gold; 25.6g/t silver from 86.4 metres**
>
> **1 metre at 22.18g/t gold; 1,152.9g/t silver; 4.93% copper; 5.45% lead; 3.88% zinc from 117.6, *including* 0.5 metre at 11.71g/t gold; 2,268.1g/t silver; 9.70% copper; 10.74% lead; 7.59% zinc from 117.6 metres**

Assays are pending for the additional 8 completed holes.

Lunar-Magbanua Prospect

A first pass reconnaissance diamond drilling programme of 4 holes in September to determine stratigraphy and structure relationships of the Lunar-Magbanua Prospect area was completed. Assay results are pending.

Geological logging has identified silica-pyrite, clay-pyrite, chlorite-clay-pyrite and silica-clay-pyrite from surface up to 78 metres depth. Silicified zones are partly vuggy at higher levels (above 45 metres) with high pyrite content. This style of alteration is similar to alteration associated with gold mineralisation in the MVS area immediately to the south of the Lunar-Magbanua Prospect.

Diamond drilling has determined that the dominant lithology is basaltic breccia intruded by andesitic breccia dykes. These andesitic breccia dykes are highly silicified near surface. Drilling suggests that the breccia thickens westward on the prospect and underlies a prominent silica capped hill on the western extent of Lunar-Magbanua. One float sample (rock chip) taken from silica cap reporting from this hill returned an **assay** of **1.99g/t gold.**

Shaft 2

Shaft 2 is a triple compartment, timbered shaft sunk to a vertical depth of 100 feet (approximately 30 metres).

Lindian has devoted a significant amount of work to accessing the underground environment on the MVS with a view to obtaining a better understanding of the controls over gold mineralisation in what historically has been one of the main gold production areas on Masapelid.

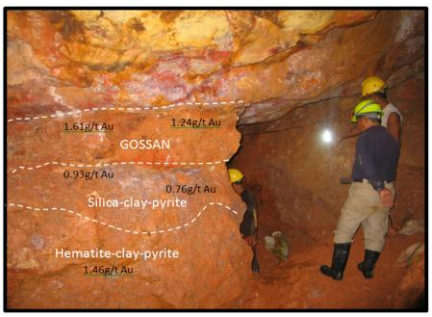
Clean out and refurbishment of Shaft 2 has provided a means of accessing the underground environment on the MVS. All deteriorated shaft timbers have been replaced in the clean out and refurbishment operation. Dewatering pumps, ventilation and electrical services have been installed and are operational.

Development accessed a section of the MVS that was in the early stages of development and production at the outbreak of WWII.

Mapping has identified a development and production heading on the northern margin of the MVS shear corridor. A leading shrink stope in the early stages of development has been inspected. Winze development on the north-eastern extent of the production drive indicates that work was ongoing to define the extent of the vein system. The roof of the main haulage and production heading are extensively timbered due to ground stability issues. Timbering has limited access to the backs where the vein system follows the course of the production drive.

An exposure of amethystine quartz vein exposed on the western terminus face of the production drive was sampled and returned an assay of **22.56g/t gold and 50.60g/t silver**. Sampling across the shear zone comprising the MVS has shown the zone to be elevated in gold but high grade mineralisation appears to be dominantly quartz-(base metal) vein hosted.

Further work will be aimed at accessing and performing more extensive sample on the underground vein system. This will include accessing the leading shrink stope for sampling purposes.



Kang Piña workings showing mineralised zone and gold assays. Note gossan cap, silica-clay-pyrite and hematite-clay-pyrite zones stacked in shallow dipping horizon. Mineralisation extends below floor of workings.

Kang Piña Prospect

Kang Piña Island is located 200 metres off the east coast of Masapelid and forms part of the Masapelid Project.

Adits developed during Spanish and American colonial periods remain accessible and have been cleaned out to allow for safe access and sampling.

Mapping and channel sampling of the southern adit at Kang Piña has defined a gold mineralised gossan and altered sediment. A steeply dipping structure below and intersecting the mineralised gossan and altered

sediment sequence is also mineralised.

Assay results for horizontal channel sampling across the gently dipping gossan-sediment sequence range from **0.04-4.70 g/t gold and average 1.39g/t gold** for 14 channel samples collected.

Mineralisation at Kang Piña trends west to the Gumod Prospect (east coast of Masapelid) and Mahaba Island located 300 metres to the east of Kang Piña Island. Mahaba Island lies within the Masapelid project and was subject of Western Mining Corporation' geochemical sampling of the Masapelid Project in the period 1991-5. Gumod was the site of a gold rush in the 1980's.

The full extent of mineralisation on the Kang Piña Prospect is yet to be determined. The Company intends to perform further work to realise the significance of the mineralisation identified and determine its potential.

Mahaba Prospect

The Mahaba Prospect is located on Mahaba Island, some 500 metres to the east of Masapelid Island. Mahaba Island forms part of the Masapelid Project. Aside from geochemical exploration by Western Mining Corporation during the period 1991-5, no modern exploration has been performed on the prospect.

Abandoned historic mine shafts on the east coast of Mahaba suggest the presence of gold-silver mineralisation on the prospect.

Routine geological mapping and rock chip sampling during September has identified widespread clay-silica, silica-chlorite-quartz alteration and quartz-sulphide float material. Moreover, secondary copper mineralisation has been identified during mapping and a sample of this material has returned an assay of **0.68g/t gold and 0.33% copper**.

Further mapping and sampling is planned for Mahaba to determine the extent of mineralisation identified during the quarter.

COPPER-GOLD

Sabang Prospect

Sabang has previously been interpreted and reported as a copper-gold porphyry complex typical of an island arc setting.

Drilling has only recently commenced at Sabang, with four drill holes completed for 956.50 metres. Assays have been received for one hole, with three holes pending.

Sabang Prospect – Drill hole BMS-001 with mineralised interval from **101.0-102.0 metres grading 5.65g/t gold, 605.5g/t silver, 0.31% copper, 5.06% lead and 8.67% zinc**.

Significant results include:

84.7 metres from 11.30 metres containing 0.31% copper and 2.95g/t silver

including: **15 metres from 11.30 metres containing 0.70% copper and 2.74g/t silver**

21 metres from 75 metres containing 0.39% copper and 3.20g/t silver

15.5 metres from 96 metres containing 0.92g/t gold, 117.53g/t silver, 0.37% copper, 1.39% lead and 1.61% zinc

including: **6 metres from 98 metres containing 2.02g/t gold, 263.07g/t silver, 0.32% copper, 2.99% lead and 3.41% zinc**

50.75 metres from 111.5 metres containing 0.37% copper and 0.82g/t silver

Geological and structural logging of drill core and assays received for the first of four holes completed suggests overlapping/superimposed gold-silver-copper-lead-zinc and porphyry copper-silver±gold mineralisation. Gold-silver-base-metal mineralisation appears to be related to andesitic porphyry intrusion at shallower levels overlying brecciated basaltic basement rocks hosting pervasive copper-silver±gold style mineralisation at depth. Drilling is yet to identify and intersect the source porphyry to mineralisation identified which will be the focus of further drilling on the prospect.

Structure appears to exert a strong control over mineralising processes at Sabang with two sub-parallel west-northwest striking fault zones spatially influencing the trend and mineralogy of the Sabang prospect mineralisation.

Vertical zoning of mineralisation is evident. Whilst results are available for only the first of the holes completed, the upper levels of the Sabang prospect is represented by an eroded advanced argillic cap (silica-clay-(kaolin)-pyrite alteration assemblage) with minor copper sulphide mineralisation. Exploration test pits developed previously into the upper levels of Sabang Hill (approximately +60 metres ASL) show pyrite-rich, clay-silica altered andesite in the top 5 to 6 metres of the test pit profiles. Below this level, copper minerals such as covellite become dominant.

Adits 1 and 2, developed near the base of the Sabang Hill at sea level, mineralisation is largely covellite-bornite with little pyrite. This is particularly evident in Adit 1 which averages **1.22% copper as reported** in July 2011.

Management believes Sabang is emerging as a precious-base metal deposit of significant potential.

GUINEA

Dinguiraye Pt-Ni-Cu Project (LIN 92%)

The Company is currently considering options for the Dinguiraye Project.

Steve Leithead
Managing Director

COMPETENT PERSONS STATEMENT

The information in the above announcement that relates to Exploration Results is based on information compiled by Mr Steven Leithead, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Leithead is a Director of Lindian Resources Limited. Mr Leithead 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 Leithead consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

DISCLAIMER

The announcement may contain certain forward-looking statements. Words 'anticipate', 'believe', 'expect', 'forecast', 'estimate', 'likely', 'intend', 'should', 'could', 'may', 'target', 'plan', and other similar expressions are intended to identify forward-looking statements. Indication of, and guidance on, future earnings and financial position and performance are also forward-looking statements.

Such forward-looking statements are not guarantees of future performance, and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Lindian, its officers, employees, agents and associates, which may cause actual results to differ materially from those expressed of implied in such forward-looking statements.

Actual results, performance, or outcomes may differ materially from any projections or forward-looking statements or the assumptions on which those statements are based.

You should not place any undue reliance on forward-looking statements and neither Lindian nor its directors, officers, employees, servants or agents assume any responsibility to update such information.

Figure 1: Lindian Resources Limited – Philippines Projects.

Figure 2: Masapelid Project

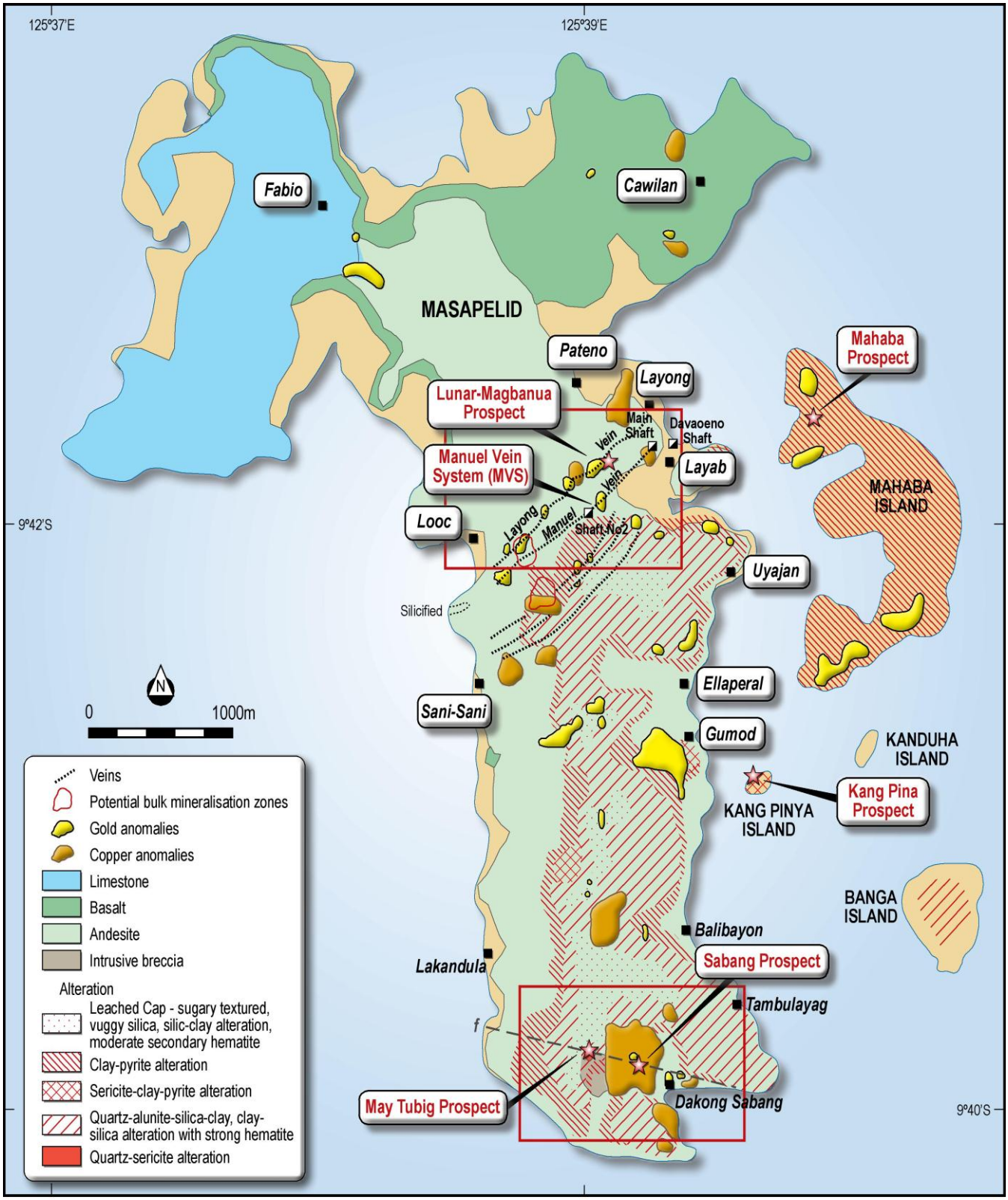


Figure 3: MVS – Prospect Plan

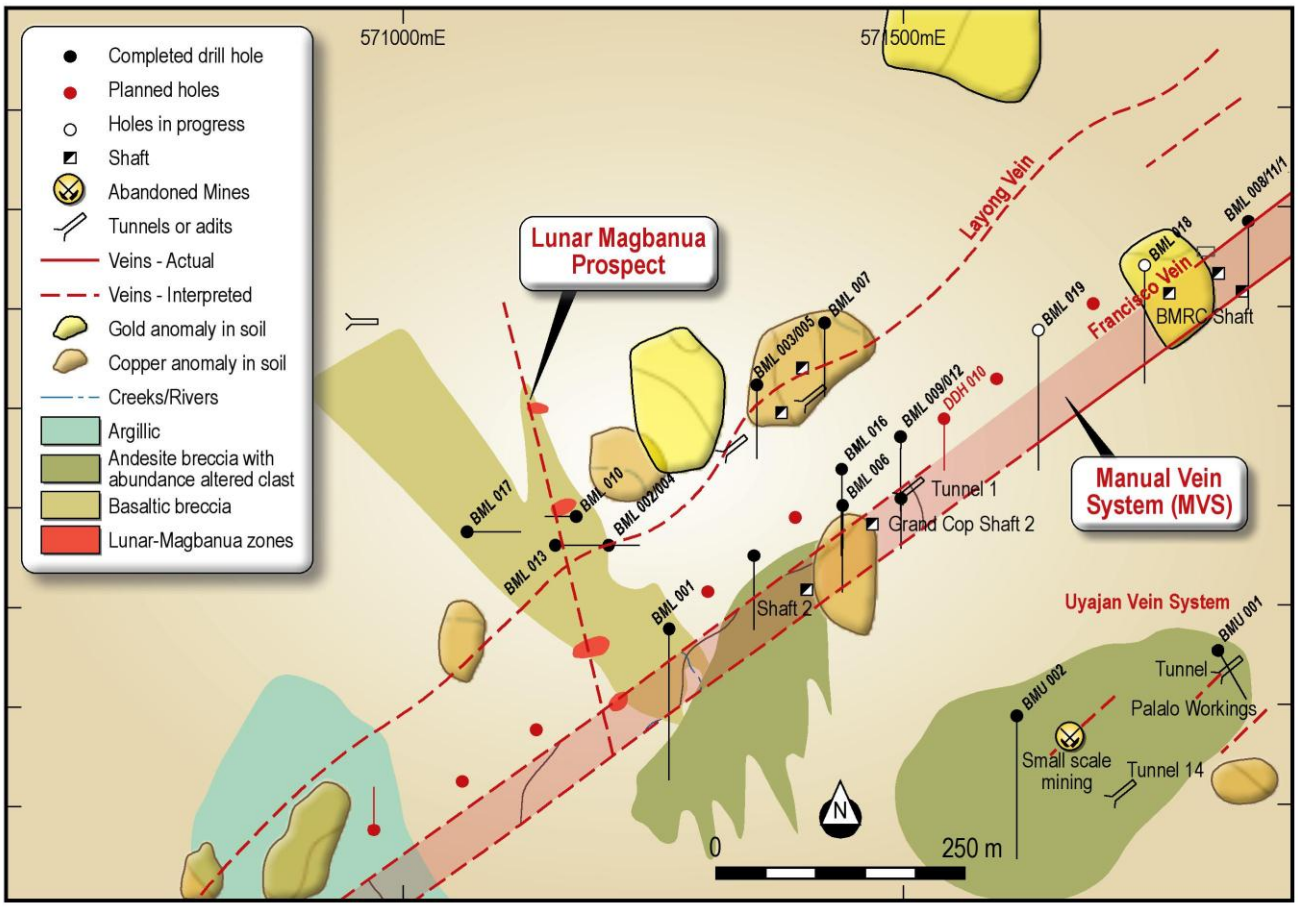


Figure 4: MVS – Section 571350mE

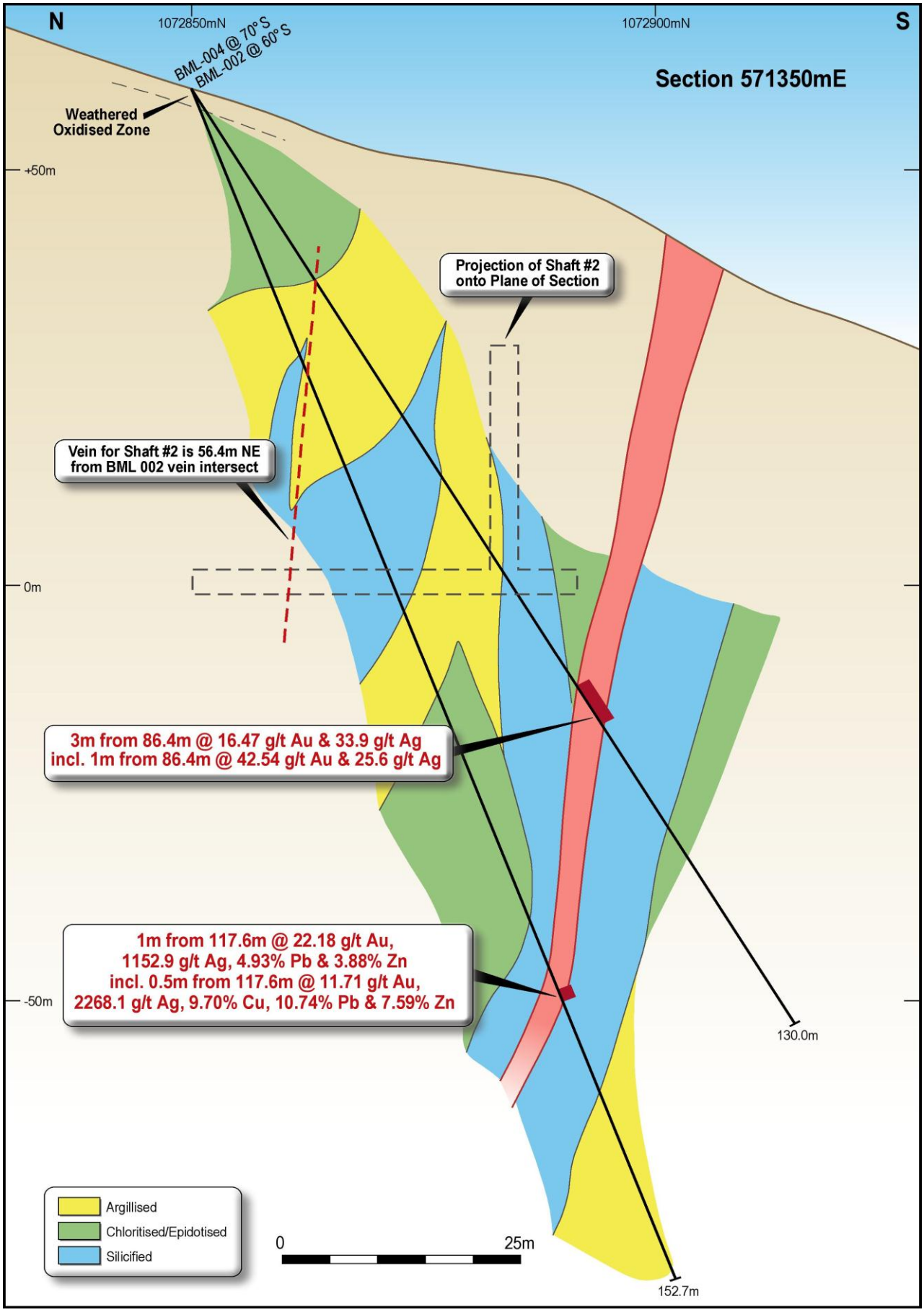


Figure 5: Sabang Prospect – Prospect Plan

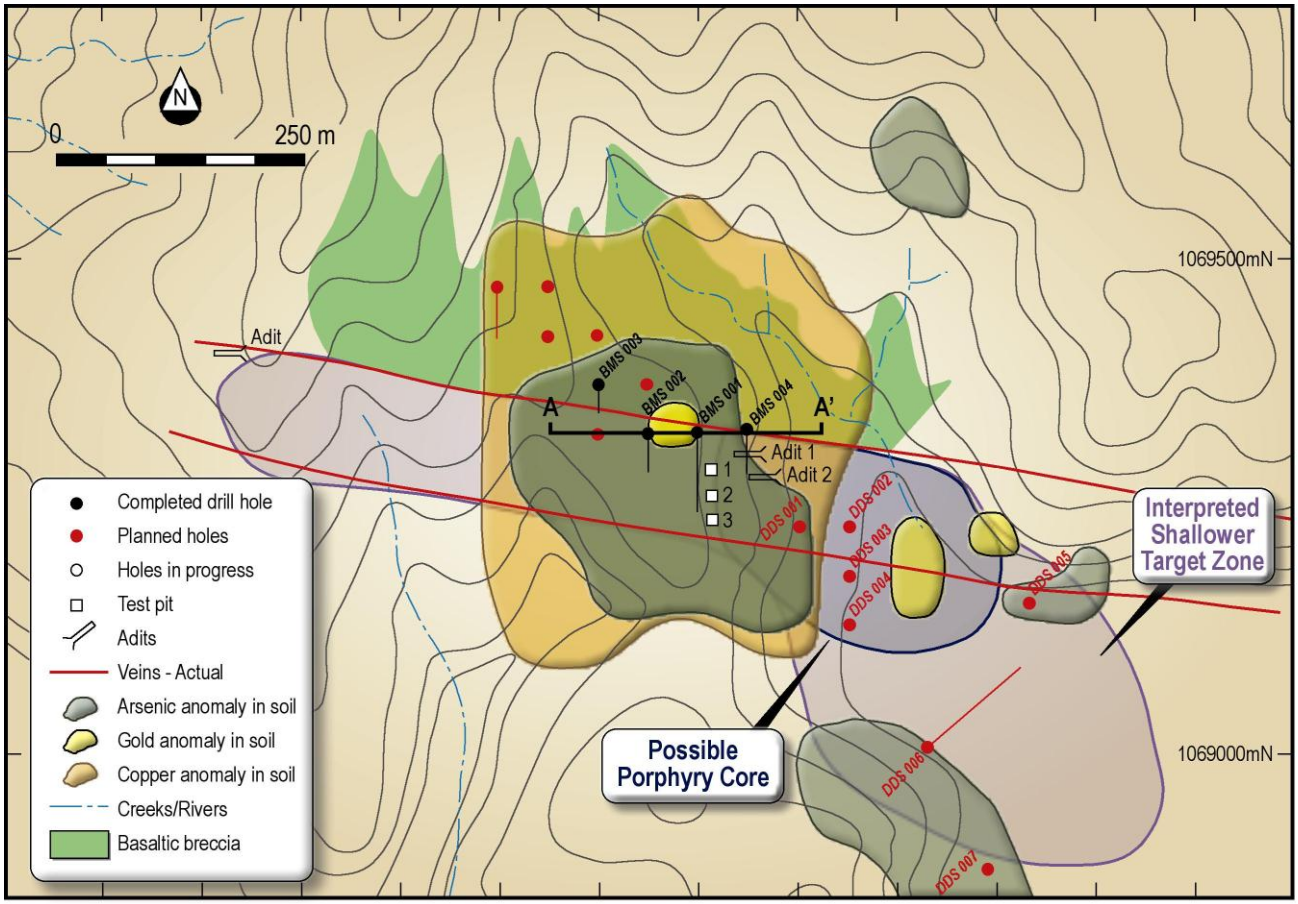


Figure 6: Sabang Prospect – Longitudinal Section (BMS-001, BMS-002, BMS-004)

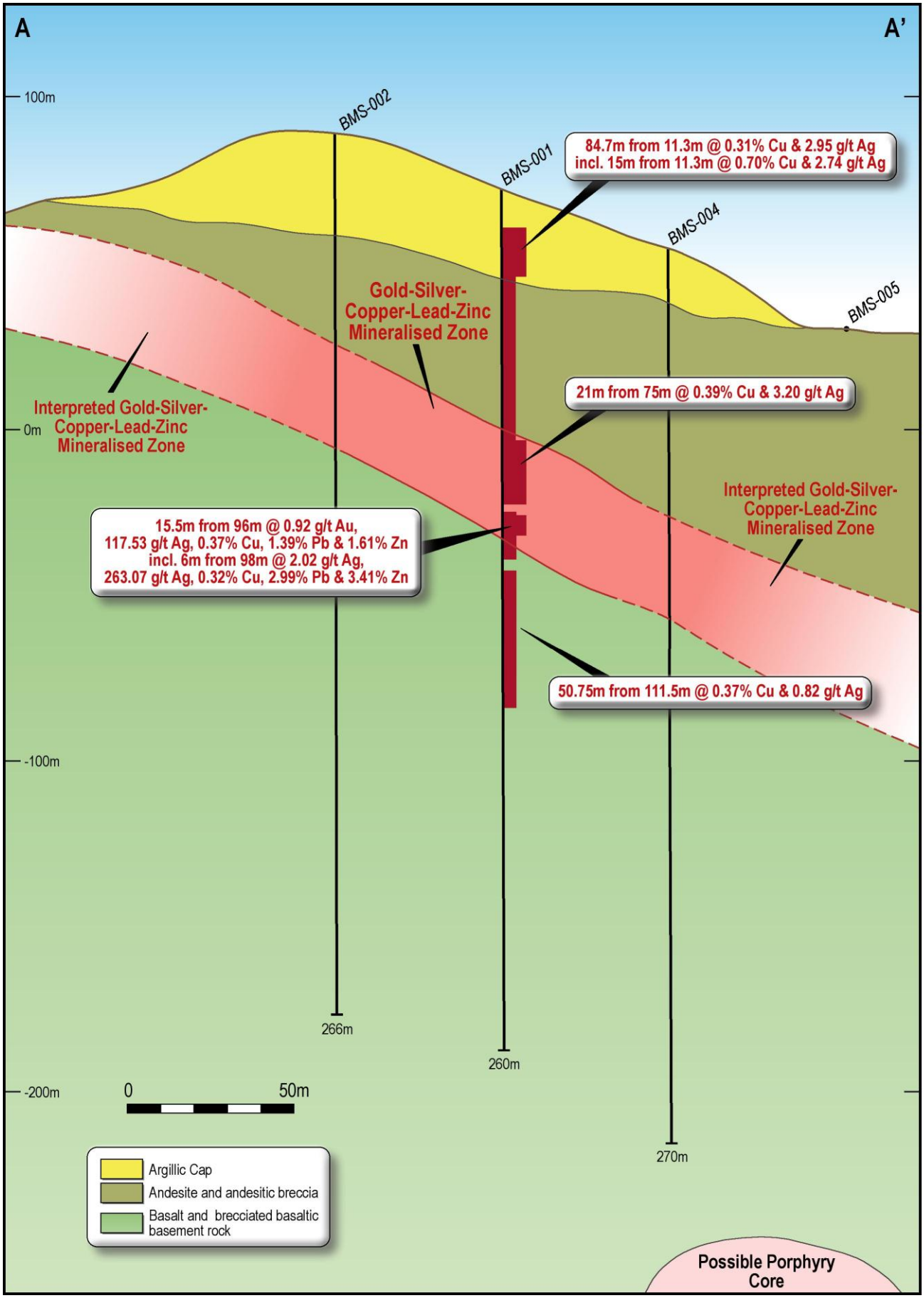


Figure 7: Shaft 2: Level 1 Plan (100' level).

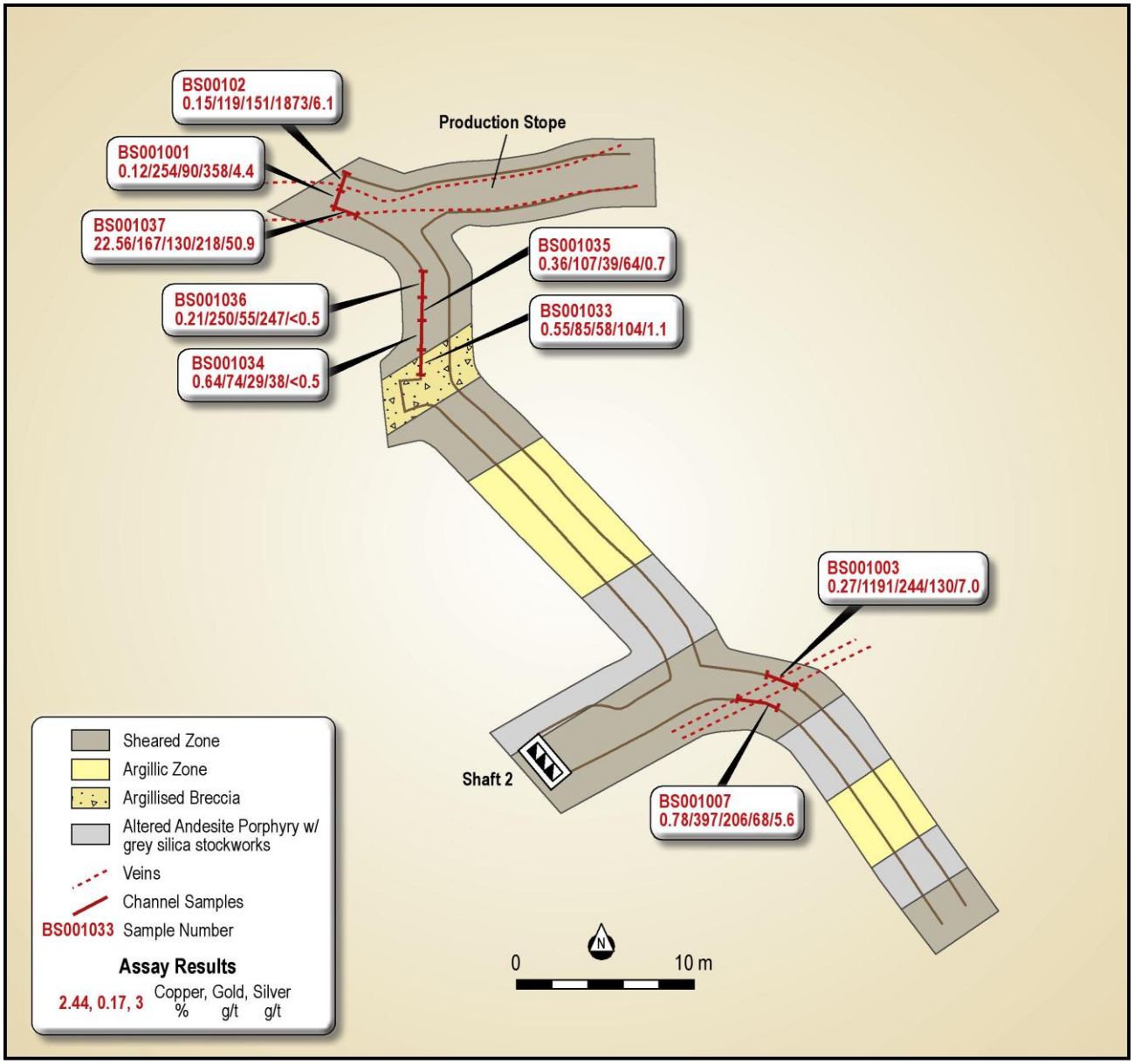


Figure 8: Kang Piña Prospect: Longitudinal Section.

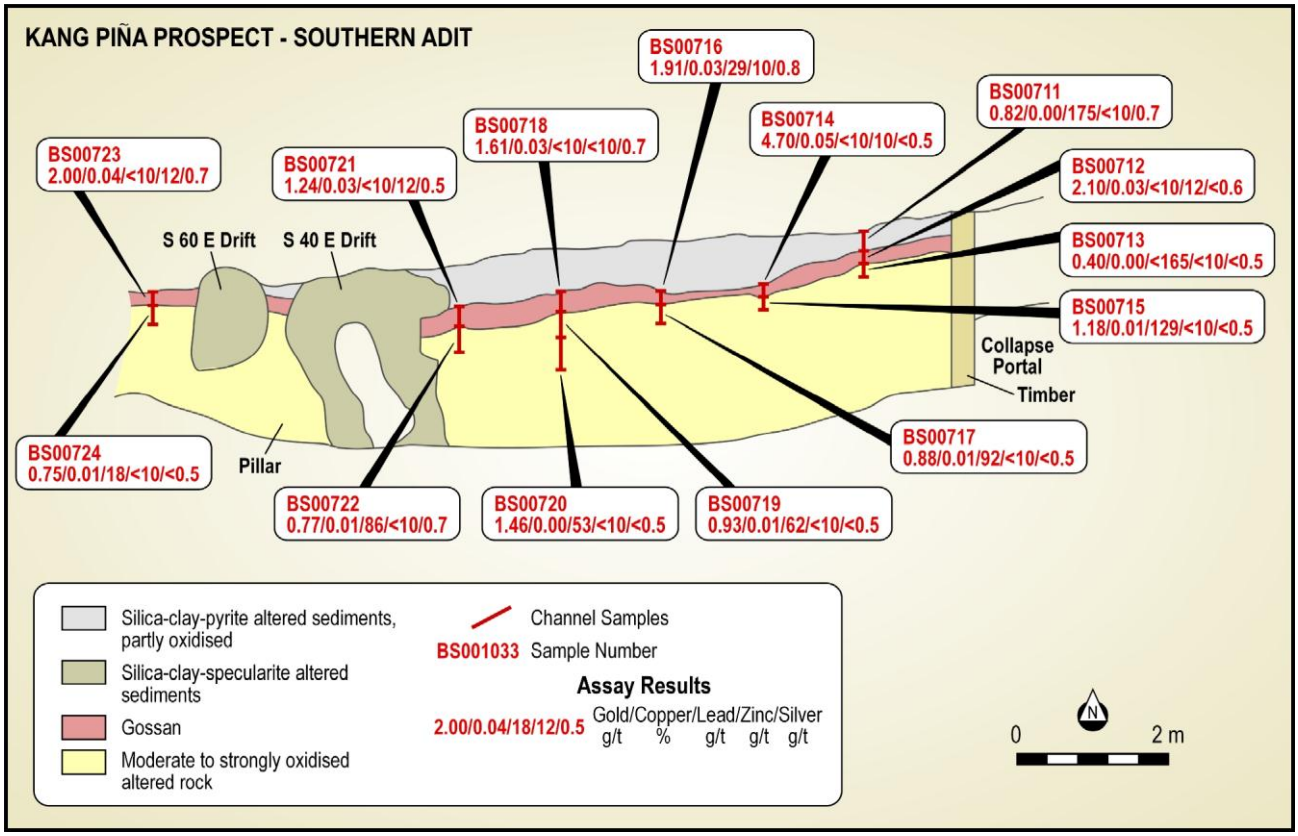


Table 1: Masapelid Project – Drill Hole Summary and Significant Results

Prospect	Hole Number	Easting	Northing	Azimuth	Dip	Depth	Status	From	To	Interval	Gold	Silver	Copper	Lead	Zinc
						(metres)		(metres)	(metres)	(metres)	(g/t)	(g/t)	(%)	(%)	(%)
UYAJAN PROSPECT															
	BMU 001	571816	1072751	180	-60	100.00	Completed				No significant results				
	BMU 002	571613	1072689	180	-60	279.00	Completed				No significant results				
LAYAB PROSPECT															
	BML 001	571264	1072778	180	-60	294.00	Completed				No significant results				
	BML 002	571349	1072850	180	-60	130.00	Completed								
								86.4	**89.4**	**3**	**16.47**	**33.9**			
	including							**86.4**	**87.4**	**1**	**42.54**	**25.6**			
	BML 003	571353	1073023	180	-60	109.90	Completed				At Laboratory				
	BML 004	571349	1072850	180	-70	152.70	Completed								
								117.6	**118.6**	**1**	**22.18**	**1,152.90**	**4.93**	**5.45**	**3.88**
	including							**117.6**	**118.1**	**0.5**	**11.71**	**2268.1**	**9.7**	**10.74**	**7.59**
	BML 005	571353	1073023	180	-70	175.40	Completed				At Laboratory				
	BML 006	571439	1072900	180	-60	173.20	Completed				At Core Farm				
	BML 007	571422	1073083	180	-60	145.00	Completed				At Laboratory				
	BML 008	571349	1072850	180	-60	130.00	Completed				At Laboratory				
								95.1	97.8	2.7	1.15				
	BML 009	571497	1072969	180	-60	181.90	Completed								
								119.4	120.8	1.4	5.52				
	including							**119.4**	**119.8**	**0.4**	**16.42**				
	BML 011	571349	1072850	180	-75	220.00	Completed				At Laboratory				
	BML 012	571497	1072969	180	-70	304.00	Completed				At Laboratory				
	BML 015	571349	1072850	90	-60	153.50	Completed				At Laboratory				
	BML 016	571438	1072936	180	-60	155.40	Completed				Samples pending dispatch				
	BML 018	571742	1073141	180	-60	170.00	Completed				At Core Farm				
	BML 019	571635	1073076	180	-60	175.00	Completed				At Core Farm				
	BML 020	571058	1072624	180	-60		In Progress								
	BML 021	571742	1073141	180	-70		In Progress								

LUNAR-MAGBANUA PROSPECT															
	BML 010	571172	1072889	270	-60	70.80	Completed				At Laboratory				
	BML 013	571150	1072861	90	-60	180.00	Completed				At Core Farm				
	BML 014	571204	1072861	90	-60	70.05	Completed				Samples pending dispatch				
	BML 017	571062	1072874	90	-60	110.00	Completed				Samples pending dispatch				
SABANG PROSPECT															
	BMS 001	571697	1069323	180	-70	260.50	Completed								
								11.3	**96**	**84.7**	**0.11**	**2.95**	**0.31**	**0.05**	**0.20**
	including							**11.3**	**26.3**	**15**	**0.12**	**2.74**	**0.70**	**0.05**	**0.11**
	and							**96**	**111.5**	**15.5**	**0.92**	**117.53**	**0.37**	**1.39**	**1.61**
	including							**98**	**104**	**6**	**2.02**	**263.07**	**0.32**	**2.99**	**3.41**
	and							**111.5**	**162.25**	**50.75**	**0.07**	**0.82**	**0.37**	**0.01**	**0.07**
	BMS 002	571647	1069322	180	-80	266.30	Completed				Samples pending dispatch				
	BMS 003	571597	1069372	180	-80	155.70	Completed				At Core Farm				
	BMS 004	571747	1069325	180	-80	274.00	Completed				At Core Farm				
	BMS 005	571800	1069326	180	-80		In Progress								

Table 2: Sabang – Adit No.2 channel sampling with corresponding copper, gold and silver assay results

Drive	Face	From (metres)	To (metres)	Interval (metres)	Gold (g/t)	Copper (%)	Silver (g/t)
Main Drive (270°)	South Wall	12.00	13.00	1.00	0.01	0.33	1.50
	South Wall	13.00	14.00	1.00	0.01	0.05	1.30
	South Wall	14.00	15.00	1.00	0.03	0.50	2.40
	South Wall	15.00	16.00	1.00	0.03	0.57	1.50
	South Wall	16.00	17.00	1.00	0.03	0.81	1.60
	South Wall	17.00	18.00	1.00	0.04	0.21	1.90
	South Wall	18.00	19.00	1.00	0.02	0.90	1.70
	South Wall	19.00	20.00	1.00	0.01	0.43	3.50
	South Wall	20.00	21.00	1.00	0.07	0.03	1.80
	South Wall	21.00	22.00	1.00	0.01	0.05	2.10
	South Wall	22.00	23.00	1.00	0.01	0.07	1.70
	South Wall	23.00	24.00	1.00	0.01	0.09	1.80
	South Wall	24.00	25.00	1.00	0.02	0.03	2.80
	South Wall	25.00	26.00	1.00	<0.01	0.76	0.90
	South Wall	26.00	27.00	1.00	0.02	0.82	4.60
	South Wall	27.00	28.00	1.00	0.03	0.52	3.40
	South Wall	28.00	29.00	1.00	0.02	0.06	<0.5
	South Wall	29.00	30.00	1.00	0.02	0.46	1.30
	South Wall	30.00	31.00	1.00	0.01	0.06	<0.5
	South Wall	31.00	32.00	1.00	0.02	0.04	<0.5
	South Wall	32.00	33.00	1.00	0.02	0.05	<0.5
	South Wall	33.00	34.00	1.00	0.02	0.02	1.00
	South Wall	34.00	35.00	1.00	0.03	0.81	1.20
	South Wall	35.00	36.00	1.00	0.02	0.93	0.90
	South Wall	36.00	37.00	1.00	0.05	0.86	0.80
	South Wall	37.00	38.00	1.00	0.04	1.23	0.80
	South Wall	38.00	39.00	1.00	0.03	1.46	1.80
	South Wall	39.00	40.00	1.00	0.03	1.02	9.60
	Face	-	-	1.10	0.04	0.99	1.90

Table 3: Kang Piña Prospect – Southern Adit vertical channel sampling assay results

Location	Mine Sequence	Distance from Adit Portal (metres)	Vertical Interval/Thickness (metres)	Gold (g/t)	Silver (g/t)
South Adit	Clay-pyrite altered sediments	1	0.30	0.82	0.7
	Siliceous gossan	1	0.20	2.10	0.6
	Silica-pyrite altered sediments	1	0.20	0.04	<0.5
	Gossan	2	0.20	4.70	<0.5
	Hematite-silica-clay sediments	2	0.20	1.18	<0.5
	Hematitic siliceous gossan	3	0.20	1.91	0.8
	Hematite-clay-pyrite sediments	3	0.30	0.88	<0.5
	Gossan	4	0.30	1.61	0.7
	Clay-pyrite altered sediments	4	0.40	0.93	<0.5
	Hematite-silica-clay altered sediments	4	0.50	1.46	<0.5
	Gossan	5	0.30	1.24	0.5
	Silica-clay-pyrite sediments	5	0.40	0.76	0.7
	Gossan + gouge	8	0.20	2.00	0.5
	Silica-clay-pyrite altered sediments	8	0.30	0.75	<0.5