

ASX ANNOUNCEMENT & MEDIA RELEASE

4 November 2010



DRILLING UPDATE, KASKARA

The first diamond drill hole commenced at the Kaskara copper-lead-zinc prospect on 19 October 2010. Drilling is progressing but has been slower than anticipated, with rig breakdowns and logistical issues associated with the difficult access to site.

Copper-bearing mineralisation has been visually identified at numerous depths in the first drill hole. The hole has intercepted the down-dip continuations of some of the reworked hematitic gossans from around 22 m depth. In drill core, the copper-lead-zinc vanadate minerals mottramite and descloizite are disseminated throughout the gossans (as they are at surface) but are also identified in fractures and veinlets outside the gossans. Spot sampling using a handheld XRF has confirmed elevated copper, lead and zinc values in these rocks. However, the drill hole collapsed prior to completion due to the broken, altered and weathered nature of the rocks adjacent to mineralisation. Several drill rods and the drill bit were lost.

Drilling was suspended for 5 days at month end for the drillers' scheduled monthly break. The second drillhole was commenced late Monday (1 November) and is currently at a depth of around 30 m. Preliminary observations from this second hole report mottramite, descloizite and hematitic oxidation in the drill core.

It is anticipated that the return of full assay results from Kaskara will take some time. Samples are shipped from Namibia to South Africa for sample preparation in Johannesburg. Pulps are then sent by air to Perth to be assayed at an accredited laboratory.

We will issue further updates as drilling progresses.



Reworked hematitic gossan in drill core, containing the copper-lead-zinc vanadate mineral mottramite (yellow-green).

For further information regarding the Company's activities, please contact:

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Competent Person Declaration

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Matthew Painter of Sabre Resources Ltd, who is a member of The Australasian Institute of Geoscientists. Dr Painter has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that 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 Resource and Ore Reserves". Dr Painter consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

About Sabre Resources Limited

Sabre Resources' ("Sabre") primary focus is the exploration and development of the Ongava Multi-Element Project in Namibia. Our licence contains more than 30 known copper, lead, zinc and vanadium occurrences, ranging from grass-roots prospects such as the Kaskara copper-lead-zinc play, through unmined deposits such as the Border and Driehoek lead-zinc deposits, to historic mine sites such as Harasib Claims and Uitsab. Gallium, germanium, silver and gold, are also highly prospective.

Based in Perth, Australia, Sabre will build value for shareholders through the definition of a JORC compliant resources in this metal-rich region. Extensive exploration, management and corporate experience are combined in a lean company structure that aims to provide maximum return to shareholders.

Some of the minerals at Kaskara:

Mottramite $PbCu(VO_4)(OH)$: A secondary mineral frequently found principally in the oxidised zones of copper and lead-bearing base metal deposits.

Descloizite $Pb(Zn,Cu)_2(VO_4)(OH)$: A secondary mineral often found in the oxidised zones of base metal deposits. Common in the Otavi Mountain Land.