

6 June 2012

CHUMINGA PROJECT CHILE

Update on Drilling Operations

Highlights

Hole SD2 completed intersecting 66 metres of copper mineralisation.

Oro Verde Limited (ASX:OVL) ("the Company or OVL") is pleased to announce the intersection of 66 metres of copper mineralisation in the fourth diamond drill hole, SD2, in the Chuminga Project.

Hole SD2, on Section D, (7268785mN 343560mE 692m ASL elevation, a vertical hole) targeted the same copper-iron oxide breccia mineralisation seen in the first diamond core hole SB1 on Section B, 41 metres to the northeast of SD2, which assayed 61 metres @ 0.90% Cu, 0.15 g/t Au and was noted to be thickening down dip from surface to the east.

SD2 was completed at 133.45 metres depth on Friday 1 June, and intersected 66 metres of well developed copper and iron oxide breccia mineralisation in a highly altered granodiorite from 48 metres to 114 metres depth. The hole has been logged and sampled, and all samples over the mineralised interval with internal standards have been sent to Activation Laboratories in Coquimbo, Chile for Au, Ag, Cu, Pb and Zn analyses.

Four key holes have now been drilled at Chuminga as vertical holes on four sections (A, B, C and D). A further two angle holes are planned on each of these sections subject to a change out of the current drilling rig to achieve this and an analysis of the results of the four holes drilled to date, refer attached plan and sections. A stream sediment program will commence over the northern strike extent of the Chuminga zone and Aster alteration anomalies in the next week to delineate targets for further detailed evaluation.

For enquiries contact:

Dr Wolf Martinick
Chairman / Managing Director
0614 179 42466

Brett Dickson
Company Secretary
61 8 9481 2555

John Traicos
General Manager
0417 885 279

Note: The information contained in this report that relates to Exploration Results and Exploration Targets is based on information compiled by Dr Brad Farrell, BSc Hons Eco Geol, MSc, PhD, a consultant to the company. Dr Farrell 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. This qualifies Dr Farrell as a Competent Person as defined in the 2004 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Dr Farrell consents to the inclusion in the report of the foregoing matters based on his information in the form and context in which it appears. Dr Farrell is a Fellow of the Australasian Institute of Mining and Metallurgy, a Chartered Professional Geologist of that body and a Member of the Mineral Industry Consultants Association (the Consultants Society of the Australian Institute of Mining and Metallurgy).



Summary Overview of the Chuminga Project

- Oro Verde Limited ("OVL") has a current 20% interest with a right to acquire a 100% interest in the advanced Chuminga Copper-Gold Project, in the Second Region of Chile, through an agreement with the owners of SCM Compania Minera Chuminga, a member company of a group of companies controlled by a branch of the well known Chilean mining family, Errazuriz Hochschild.
- Chuminga is a well mineralised hydrothermal copper-gold stock work breccia developed at a coastal location, approximately 120km south of Antofagasta. It lies on the western contact of a granodiorite stock on a mountain side at 600m to 700m above sea level. Expectation based on prospecting to date by previous exploration companies is an exploration target of 50 to 60 million tonnes of 1.0 to 1.1% Cu; 0.30 to 0.40g/t Au; 0.9 to 1.0% Zn[#]. The mineralized body is generally tabular, dipping 60° to 70° to the east, and from various reports has the following dimensions; a width of 60m to 150m and a 800m to 1,200m strike in a north-south direction.(Refer Note at end of above announcement).
- Sericite-chlorite-amphibole-magnetite-haematite-tourmaline alteration forms a halo around a central copper mineralized core. Mineralisation consists of a sulphide association dominated by chalcopyrite-chalcocite-incipient bornite with pyrrhotite-pyrite-sphalerite-magnetite which is present as disseminations and fracture fillings. These sulphides have been oxidized to both iron oxides (haematite-goethite-limonite) and copper oxides (atacamite-chrysocolla) which occurs in fracture fillings.
- The project has been prospected by historical and recent surface trenching on an outcrop area measuring 250m by 100m between 550m to 650m above sea level. The weighted average results of the three historical cross strike trenches being 1.21% Cu and 0.41g/t Au and the recent strike trenching being 190m @ 1.07% Cu and 0.20 g/t Au. Most of the recognized mineralized strike of the body is scree covered as rock debris is continually moving down a 40° mountain slope. The historical trenching results led to prospecting of the mineralised breccia below the outcrop area by tunnels at 630m and 543m above sea level. These tunnels did not transect the full width of the mineralised breccia. Weighted average sampling results returned were 115m @ 0.90% Cu and 0.48 g/t Au for the upper level. Subsequent historical re-sampling has indicated an increase in weighted mean values for the body to 1.4% Cu, 0.40 g/t Au and 1% Zn.
- The current first phase 12 hole / 2,140 metres drilling program is testing an approximate strike of 300m of the mineralised breccia exploration target on 4 sections in the environs of the surface trenching and exploratory tunnels transecting the mineralised body with the aim of establishing the true nature of the conceptual target previously identified, in particular the true width, grade and depth potential of the mineralisation leading to the determination of the bulk tonnage potential of the breccia mineralisation at this location.
- First core hole in the program, SB2, returned 61m @ 0.90% Cu, 0.15 g/t Au for the copper and iron oxide breccia mineralisation intersected over the interval 65 to 126 metres. The mineralisation appears to be thickening down dip from the surface.
- Second core hole in the program, SA1, intersected 18m @ 0.98 %Cu, 0.13 g/t Au for the copper and iron oxide breccia mineralisation over the interval 98 to 116 metres.
- Third core hole in the program, SC1, intersected 79.3m of copper and iron oxide breccia mineralisation over the interval 55.4 to 134.7 metres. Results are pending from the laboratory.
- Fourth core hole in the program, SD2, intersected 66m of copper and iron oxide breccia mineralisation over the interval 48 to 114 metres. Results are pending from the laboratory.

The potential quantity and grade of the target is conceptual in nature as there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

TABLA ESTRUCTURAS SUPERFICIE CAMINO					
ESTRUCTURAS	NORTE	ESTE	COTA	RUMBO	MANTENO

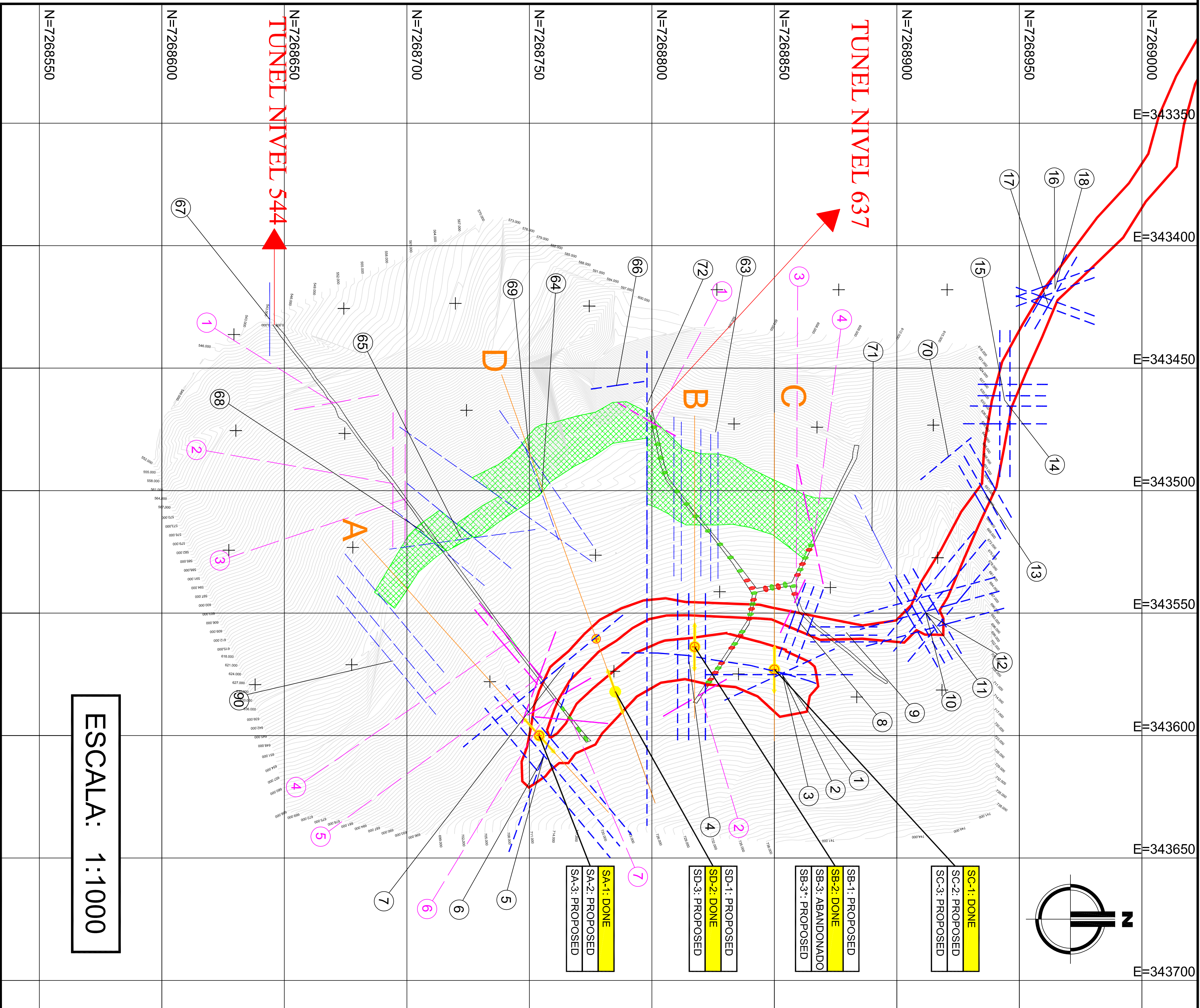
1	7.268 632	344.575	720	N-5	90
2	7.268 632	344.575	720	N1E	40W
3	7.268 632	344.575	720	N2W	80E
4	7.268 635	344.571	720	E-W	90
5	7.268 635	344.571	720	N5E	60
6	7.268 635	344.571	720	N7W	80E
7	7.268 714	344.562	700	N4W	50E
8	7.268 660	344.556	720	N7W	90
9	7.268 682	344.559	720	N-5	50W
10	7.268 610	344.551	720	N4W	75W
11	7.268 610	344.551	720	N6E	70W
12	7.268 610	344.551	720	N1SW	45W
13	7.268 610	344.562	700	N6E	60W
14	7.268 942	344.464	680	N-5	60W
15	7.268 964	344.464	680	E-W	70N
16	7.268 964	344.464	680	N2W	45W
17	7.268 964	344.464	680	N3E	55E
18	7.268 964	344.464	680	N4W	50E
19	7.268 964	344.464	680	N5E	50E
20	7.268 952	344.510	695	N7E	70E
21	7.268 922	344.510	692	N7E	77E
22	7.268 922	344.510	692	N7E	77E
23	7.268 922	344.510	692	N7E	77E
24	7.268 922	344.510	692	N7E	77E
25	7.268 922	344.510	692	N7E	77E
26	7.268 966	344.427	697	N6W	84W
27	7.268 966	344.427	697	N6W	84W
28	7.268 966	344.427	697	N6W	84W
29	7.268 966	344.427	697	N6W	84W
30	7.268 966	344.427	697	N6W	84W
31	7.268 966	344.427	697	N6W	84W
32	7.268 966	344.427	697	N6W	84W
33	7.268 966	344.427	697	N6W	84W
34	7.268 966	344.427	697	N6W	84W
35	7.268 966	344.427	697	N6W	84W
36	7.268 966	344.427	697	N6W	84W
37	7.268 966	344.427	697	N6W	84W
38	7.268 966	344.427	697	N6W	84W
39	7.268 966	344.427	697	N6W	84W
40	7.268 966	344.427	697	N6W	84W
41	7.268 966	344.427	697	N6W	84W
42	7.268 966	344.427	697	N6W	84W
43	7.268 966	344.427	697	N6W	84W
44	7.268 966	344.427	697	N6W	84W
45	7.268 966	344.427	697	N6W	84W
46	7.268 966	344.427	697	N6W	84W
47	7.268 966	344.427	697	N6W	84W
48	7.268 966	344.427	697	N6W	84W
49	7.268 966	344.427	697	N6W	84W
50	7.268 966	344.427	697	N6W	84W
51	7.268 966	344.427	697	N6W	84W
52	7.268 966	344.427	697	N6W	84W
53	7.268 966	344.427	697	N6W	84W
54	7.268 966	344.427	697	N6W	84W
55	7.268 966	344.427	697	N6W	84W
56	7.268 966	344.427	697	N6W	84W
57	7.268 966	344.427	697	N6W	84W
58	7.268 966	344.427	697	N6W	84W
59	7.268 966	344.427	697	N6W	84W
60	7.268 966	344.427	697	N6W	84W
61	7.268 966	344.427	697	N6W	84W
62	7.268 966	344.427	697	N6W	84W
63	7.268 966	344.427	697	N6W	84W
64	7.268 966	344.427	697	N6W	84W
65	7.268 966	344.427	697	N6W	84W
66	7.268 966	344.427	697	N6W	84W
67	7.268 966	344.427	697	N6W	84W
68	7.268 966	344.427	697	N6W	84W
69	7.268 966	344.427	697	N6W	84W
70	7.268 966	344.427	697	N6W	84W
71	7.268 921	344.466	657	N4W	84E
72	7.268 981	344.546	668	N5E	70E
73	7.268 981	344.517	642	E-W	90
74	7.268 981	344.517	640	N5E	90

ESTRUCTURAS	NORTE	ESTE	COTA	RUMBO	MANTENO
TABLA ESTRUCTURAS TUNEL NIVEL 544					

1	7,268,670	343,464	544	N7W	70E
2	7,268,694	343,497	544	E-W	47N
3	7,268,699	343,503	544	E-W	35N
4	7,268,742	343,561	544	N4E	70W
5	7,268,753	343,576	544	N7E	30E
6	7,268,760	343,585	544	N30W	75E
7	7,268,767	343,593	544	N15E	70W

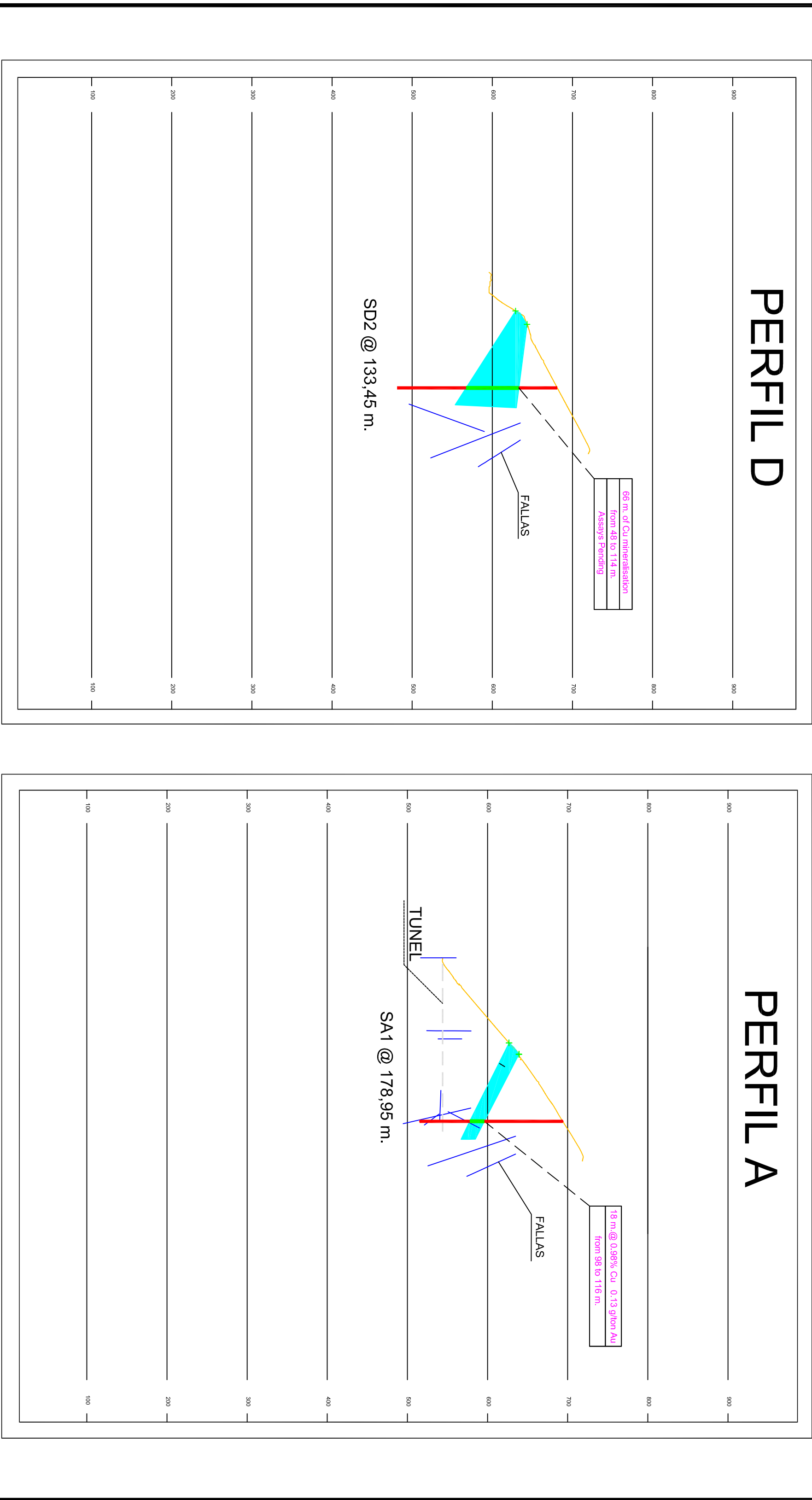
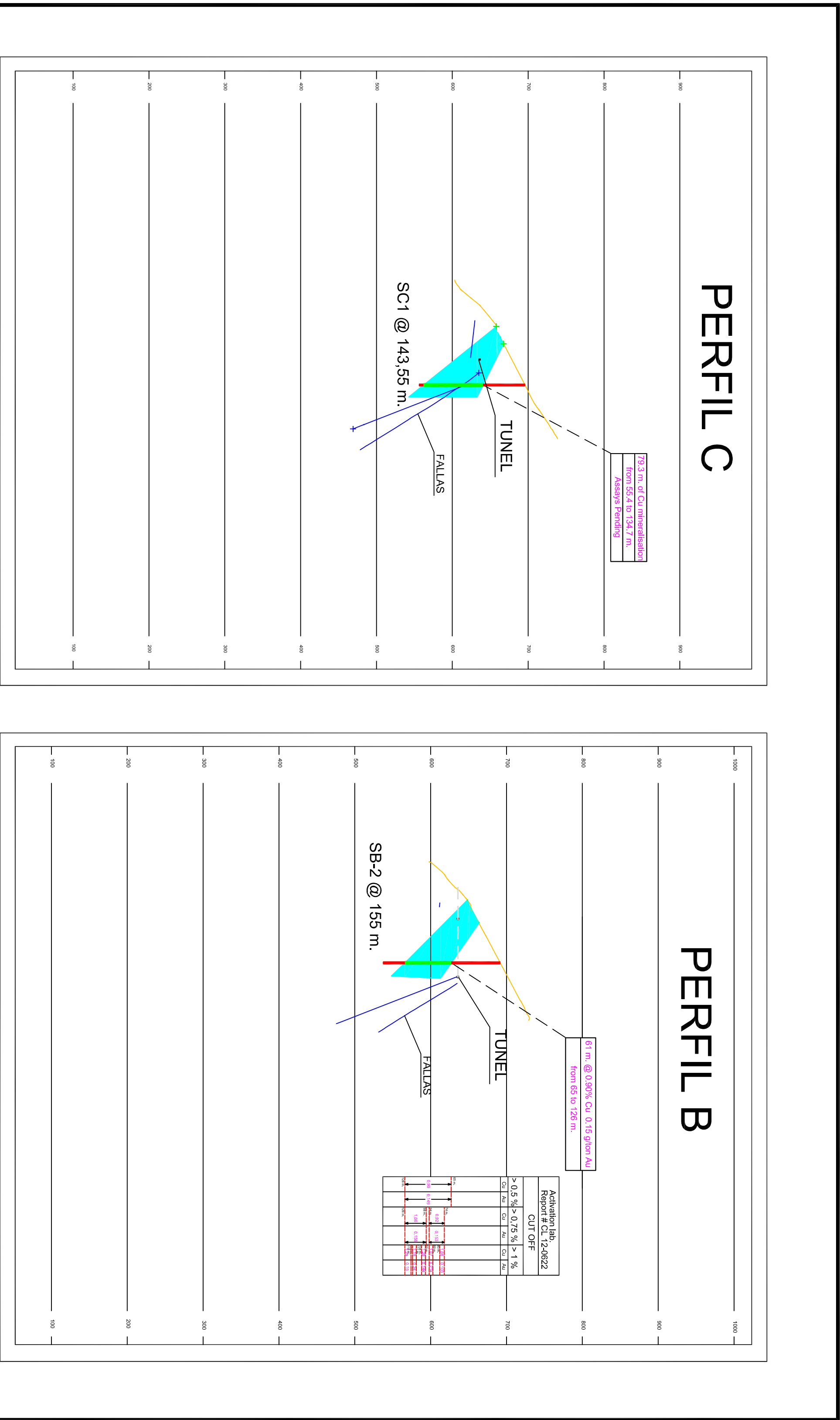
TABLA ESTRUCTURAS				
TUNEL NIVEL 637				
ESTRUCTURAS	NORTE	ESTE	COTA	RUMBO
				MANTENO

1	7.268.800	343.473	637	N30E	78E
2	7.268.820	343.583	637	N30W	56E
3	7.268.839	343.544	637	N65W	58E
4	7.268.866	343.52	637	N80E	28S



PROYECTO CHUMINGA (Sondajes Propuestos)						
GREEN MINING LTDA.						
MONEDERA COMUDALE	MORTE	ERTE	ELEVACION	ANCHURA	DIP	PROFUNDIDAD
						(m)
SR-1	7,198.817	343.557	602	720	-60	220
SR-3*	7,208.817	343.557	602	50	-77	230
SR-2	7,198.754	343.000	604	728	-61	150
SR-3	7,208.754	343.000	604	57	-69	160
SR-2	7,198.850	343.573	606	720	-55	120
SR-3	7,208.850	343.573	606	50	-72	250
SR-1	7,198.785	343.582	603	720	-60	250
SR-2	7,208.785	343.580	603	50	-90	200
SR-3	7,208.785	343.582	603	50	-73	300
TOTAL (m)						1810

PROYECTO CHUMINGA (Sondajes Realizados)						
GREEN MINING LTDA.						
MONEDERA CONTABLE	MONTRE	ESTR	ELABORACION	ASIMETRIA	DP	POTENCIALIDAD
58.2	7.286.817	341.567	692		-90	152.00
58.3	7.286.817	341.567	692		-90	152.00
58.4	7.286.817	341.567	692	90	-90	71.15
58.1	7.286.890	341.573	696		-90	144.55
58.2	7.286.785	341.560	680		-90	134.45



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