



10 December 2012

The Company Announcements Office
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Dear Sir/Madam

LAKE DUNDAS DRILLING COMMENCES

Comet Resources Limited is pleased to inform the market that exploration drilling at its Lake Dundas Project has commenced.

Lake Dundas Project

The Project is located on the margin of the Western Australian Norseman- Wiluna Greenstone Belt, 40km south of the gold mining centre of Norseman.

The drilling will test for gold mineralisation in targets selected by geochemistry, structure and geophysics. This is Comet's first drilling programme on the project.

For further information please contact.

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Comet listed on the Australian Stock Exchange in 1994. The Company discovered and studied the Ravensthorpe Nickel Project. In 2001 Comet successfully sold its final equity to BHP Billiton and returned to Comet shareholders \$32 million. Comet has a number of exciting projects that it is currently exploring and advancing. Comet has cash assets of approximately \$1.9 million, and has approximately 73 million shares on issue.

The information in the report to which this statement is attached relates to Exploration Results, Mineral Resources or Ore Reserves compiled by Mr. A Cooper, who is a Member of The Australian Institute of Mining and Metallurgy, with over 20 years experience in the mining industry. Mr. Cooper 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 "Australian Code for Reporting of Mineral Resources and Ore reserves". Mr. Cooper consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Any discussion in relation to an exploration target is only 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 further Mineral Resources.