

MEDIA/ASX RELEASE

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DRILLING CONTRACTORS ENGAGED TO COMMENCE DRILLING AT THREE OF AMMG'S KEY IRON ORE PROJECTS

HIGHLIGHTS

- **Respected drilling contractors, MLM Drilling, engaged to provide 'reverse circulation' and diamond core drilling for three of AMMG's projects:**
 1. **Constance Range Iron Ore Project, Queensland: to establish a JORC statement for iron ore resources at Deposit 'P';**
 2. **Southdown Extension Iron Ore Project, Western Australia, near Albany Port infrastructure; and**
 3. **Bencubbin Iron Ore Project, Western Australia: drill testing the aeromagnetic signature with EIS Co-funding.**
- **First round of drilling planned to commence early November 2011.**

Australia Minerals and Mining Group Limited (**ASX: AKA**) ("**AMMG**" or "**the Company**"), is pleased to announce that it has engaged respected drilling contractors MLM Drilling to commence the first of three rounds of drilling in early November 2011.

MLM Drilling has had considerable drilling experience in the vicinity of the Constance Range area. It is anticipated that drilling will commence at Constance Range following mobilisation of MLM Drilling's multi-purpose diamond/RC drilling rig. The drilling at AMMG's 100% owned Constance Range Iron Ore Project (EPM16620) is seeking to establish a JORC statement of resources from the previous BHP defined Deposit 'P'.

It is anticipated that drilling will commence thereafter in Western Australia at the recently announced Southdown Extension Project that is strategically located approximately 85 kilometres from the Albany Port. The project lies adjacent to Grange Resources Ltd's Southdown Magnetite Project, which has a JORC resource of 654Mt at 36.5% magnetite. Drilling will conclude at the Bencubbin Project, which is co-funded by the Exploration Incentive Scheme (EIS) from the Western Australian Government.

ENDS

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About AMMG

Australian diversified resources company, AMMG, listed on the ASX in January 2010. The Company was established for the purpose of securing exploration ground over areas that have typically been subject to historical exploration and where significant geological data was available and/or the land was considered sufficiently prospective. Areas with existing or potential access to infrastructure were also targeted.

To date, the Company has identified project areas located in Western Australia and Queensland, which the board believes may have the potential for the realisation of economic resources of these commodities currently targeted - iron ore, kaolin/aluminous clay, coal, gypsum, mineral sands and salt.

The Company has twelve granted tenements and 51 applications for tenements covering approximately 11,214km² over the project areas.