

ASX RELEASE

7 December 2009

Maiden Ore Reserves for Silver Hill Deposit

HIGHLIGHTS

- Previous Measured and Indicated resources at Silver Hill now include new Ore Reserves in the main V2 area and Area 39.
- Total gold equivalent ounces V2 and Area 39 is 1.14 million ounces.
- Silver Hill Ore Reserves of 7.4 million tonnes at 3.12g/t gold, 67g/t silver and 0.41% copper.
- Reserves include Area 39 with 392,000 tonnes of high grade silver ore at 640g/t silver, 0.17g/t gold and 0.76% copper.
- Total of 740,600 ounces of gold (738,600 ounces in the main V2 area).
- Total of 15.9 million ounces of silver (8.1 million ounces in Area 39).
- New Reserves are in excess of the Prefeasibility study estimate of 5.9 million tonnes.
- Draft Definitive Feasibility Study completed for production of High Grade Concentrate.

Conquest Mining (ASX: CQT) is pleased to announce the first Reserves estimate for the Silver Hill Deposit at its Mt Carlton project in northern Queensland.

Managing Director John Terpu said the Reserves, of which 60% are in the higher confidence Proved category, include 740,000 ounces of gold (739,000 ounces in the main V2 area) and 15.9 million ounces of silver.

"The Reserves estimate is part of a Definitive Feasibility Study on the production of high grade concentrate at Silver Hill. This is being followed by an Enhancement Study expected for release in late December when we will consider the project's overall value." Mr Terpu said.

Ore Reserves

The December 2009 Silver Hill gold-silver-copper Project Ore Reserves Statement was prepared for Conquest Mining Limited by Australian Mine Design and Development Pty Ltd (AMDAD). It deals with the gold-silver-copper ore resources for the Area 39 and V2 zones (Figure 1) at Mt Carlton in North Queensland. All of the reserves are for extraction by open pit mining. Details are shown in Table 1 following.

This Reserves Statement has been prepared in accordance with the guidelines of the 2004 Australasian Code for the Reporting of Resources and Reserves (the JORC Code).

The tonnes and grades are stated to a certain number of significant digits reflecting the confidence of the estimate. Since each number and total is rounded individually, the columns and rows in Table 1 may not show exact sums or weighted averages of the reported tonnes and grades.

The Measured and Indicated Mineral Resources are inclusive of those Mineral Resources modified to produce the Ore Reserves. These Reserves are based on and included in the

Measured plus Indicated categories in a previously announced Resource estimate on 22 October 2009 (www.conquestmining.com.au/pdf/499_.pdf) of 24 million tonnes at 1.65 g/t gold, 45 g/t silver, and 0.28% copper above a metal value cut-off of \$20/tonne. The Resources estimate is shown in Tables 2 and 3.

Table 1: Silver Hill project Ore Reserves

Category	Volume	Tonnes	Grade			Metal Units			
			(bcm)	(t)	(g/t Au)	(g/t Ag)	(Cu%)	Oz Au	Oz Ag
Area 39 Pit									
Proved	148,000	392,000	0.18	640	0.76	2,000	8,066,000	3,000	
Probable	0	0				0	0	0	
Total A 39 Ore	148,000	392,000	0.17	640	0.76	2,000	8,066,000	3,000	
Waste	2,290,000	5,714,000							
Ratio W:O	15.47	14.58							
V2 Zone Pit									
Proved	1,511,000	4,004,000	3.44	42	0.47	443,000	5,407,000	18,800	
Probable	1,126,000	2,985,000	3.08	26	0.29	295,588	2,495,219	8,700	
Total V2 Ore	2,637,000	6,988,000	3.29	35	0.39	738,588	7,902,219	27,500	
Waste	16,038,000	36,212,000							
Ratio W:O	6.08	5.18							
Combined									
Proved	1,659,000	4,395,000	3.15	95	0.49	445,000	13,424,000	21,500	
Probable	1,126,000	2,985,000	3.08	26	0.29	295,588	2,495,219	8,700	
Total Ore	2,785,000	7,380,000	3.12	67	0.41	740,588	15,919,219	30,200	
Waste	18,327,000	41,926,000							
Ratio W:O	6.58	5.68							

The metal represents 1.14 million gold equivalent ounces with a gold equivalent grade of 4.8 g/t.*

Table 2: Total Resources V2 plus Area 39 – Oct 09

Oct 2009	Tonnes	Gold	Silver	Copper	Gold	Silver	Copper
		(Million)	g/t	g/t			
Measured	11.1	1.72	70	0.32	610	24,764	35,600
Indicated	13.2	1.60	25	0.25	679	10,474	32,700
Meas + Ind	24.2	1.65	45	0.28	1,289	35,238	68,300
Inferred	1.5	1.67	30	0.20	79	1,417	2,900
Total	25.7	1.65	44	0.28	1,368	36,655	71,200

Table 3: Resource Breakdown - V2 Area and Area 39 (Measured + Indicated + Inferred categories)

Area >\$A 20/t*	Tonnes	Gold	Silver	Copper	Gold	Silver	Copper
	(Million)	g/t	g/t	%	koz	koz	Tonnes
Area 39	1.9	0.20	273	0.28	12	16,541	5,200
V2	23.8	1.77	26	0.28	1,355	20,114	66,000
Total	25.7	1.65	44	0.28	1,368	36,655	71,200

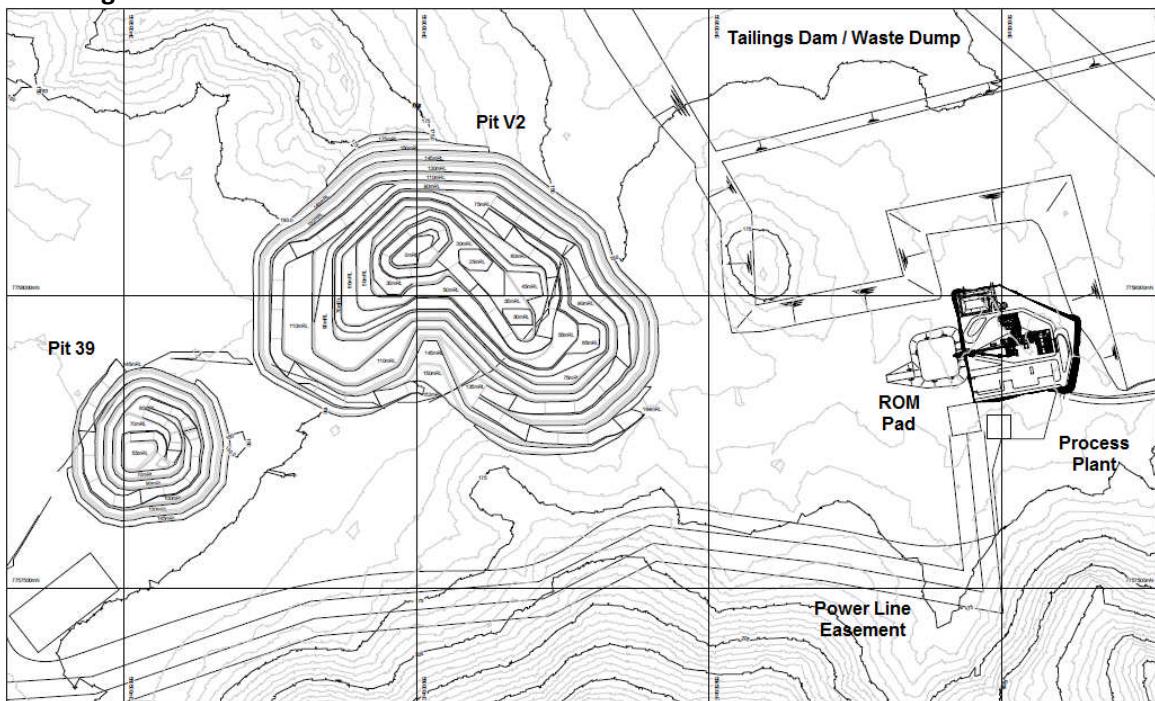
* Resources reported using a cutoff A\$ 20/t:

* Equivalent Metal prices, exchange rate and metallurgical recoveries used to calculate the gold equivalent ounces and the value (A\$) variable used in the resource estimation were:

- Gold – US\$868/ounce and 80% recovery
- Silver – US\$12/ounce and 68% recovery
- Copper – US\$5597/tonne and 86% recovery
- Exchange Rate – US\$0.83 to A\$1.00

The location of the two pits is shown in Figure 1.

Figure 1: Pits Locations



Definitive Feasibility Study – High Grade Concentrate

Conquest has received a study based on producing high grade concentrates only. That study is under peer review. It is anticipated that a further study to consider enhancement of the high grade concentrate option will be completed by late December 2009. As described in the Preliminary Feasibility Study, this option will include treating tailings with a bioleach process to improve overall recoveries.

The bioleach option is subject to a voluntary Environmental Impact Statement should the Company choose to proceed. For that reason, the DFS (unlike the PFS) dealt only with producing high-grade concentrates.

Further announcements on the Silver Hill project will be made following review of that study.

John Terpu
Managing Director

For more information

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Statement of Competence

The Ore Reserve estimate for the Mt Carlton Project is based on information compiled by Mr John Wyche, a Member of the Australasian Institute of Mining and Metallurgy. He is an employee of Australian Mine Design and Development Pty Ltd. He has sufficient experience which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). John Wyche has consented in writing to the inclusion in this report of the matters based on his information in the form and context in which it appears.