

ASX Release

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Avanco's Carajas Copper Projects are extremely fertile for the discovery of Additional High Grade Copper.

MORE SPECTACULAR COPPER RESULTS AT RIO VERDE

The Company is very pleased to advise that it has received the outstanding assays for the recently completed 2,000m drilling programme at its Rio Verde Copper Project. The new results continue to support the presence of an exceptionally high grade copper zone and include the spectacular intercept of:

2.05 metres at 42.68% Copper from 49.0 metres.

Further exceptional results returned for the shallow high grade zone are:

ARVD-85	7.25m at 14.26% Copper from 49.75m Incl. 2.05m at 42.68% Copper from 49.75m
ARVD-86	3.0m at 10.85% Copper from 58.0m Incl. 1m at 23.6% Copper from 58.0m
ARVD-87	1.0m at 24.5% Copper from 40.6m
ARVD-89	1.3m at 17.98% Copper from 63.0m
ARVD-92	18.0 m at 2.06% Copper from 25.0m Incl. 3.0m at 6.75% Copper from 39.0m
ARVD-94	42.0m at 1.23% Copper from 13.0m Incl. 0.65m at 35.88% Copper from 51.35m
ARVD-95	18.0m at 1.77% Copper from 20m Incl. 2.0m at 4.57% Copper from 30.0m
ARVD-96	2.0m at 6.93% Copper from 46.0m
ARVD-98	12.0m at 1.97% Copper from 24m Incl. 1.05m at 6.53% Copper from 25.4m
ARVD-102	11.0m at 1.02% Copper 4.0m Incl. 2.0m at 3.32% Copper from 11.0m

Drilling results clearly demonstrate that the high grade zone extends to over 300m laterally and remains open along strike and at depth. Interpretation also indicates the likely presence of a second as yet undiscovered highly mineralised structure existing to the north of the current high grade zone.

The Company is extremely encouraged by these results and is now planning an aggressive +10,000m follow up drilling programme aimed at further extending and discovering additional high grade copper.



The high grade Antas South Deposit and the additional seven known copper prospects at Rio Verde and Sera Verde are considered high priority drill targets.



Drilling rigs will soon be mobilising to the Rio Verde Project for a +10,000m programme.

The exceptional results for earlier holes ARVD-69 to ARVD-83 included the spectacular intercept of:

9 metres at 50.49% Copper from 18 metres.

The following results were also returned from current Antas South drill programme and reported previously as:

ARVD-72	6.15m at 8.06% Copper, from 38m Incl. 3.85m at 11.23% Copper from 40.2m
ARVD-74	2.0m at 8.09% Copper from 28.0m Incl. 1.0m at 11.83% Copper from 29.0m
ARVD-80	32.0m at 14.79% Copper from 1.0m Incl. 9.0m at 50.49% Copper from 18.0m
ARVD-81	1.0m at 14.00% Copper from 44.0m
ARVD-69	1.0m at 10.89% Copper from 52.0m
ARVD-71	1.0m at 2.08% Copper from 17.0m Also 1.0m at 2.35% Copper from 29.0m
ARVD-73	3.0m at 2.19% Copper from 28.0m
ARVD-78	6.0m at 2.46% Copper from 47.0m

The confirmation of very high grade copper structures at Rio Verde is a significant achievement and the exceptional results prove that the property is very prospective for the discovery of additional high grade copper zones. Diamond core and reverse circulation drilling rigs are currently being mobilised and drill targets are being prioritised.

CORPORATE

The Company is in a strong cash position and is moving into an expanded drilling programme at its Rio Verde Copper Project. The Company also expects to be able to announce news on further acquisitions in the Carajas Province in the coming month.

Avanco is advancing permissions for the pending Vale SA iron ore drilling programme at the Company's Trindade North Project. The Vale transaction has the potential to deliver significant cash flow to Avanco of between US\$10,000,000 and US\$40,000,000 and will shift the Company to a new operating level as a self funded junior in the Carajas. This process has begun with receipt from Vale of an initial payment illustrating the intension of both parties to quickly advance the exploration at Trindade North.



Hole ARVD-80 has intersected +50% Copper over 9 metres.

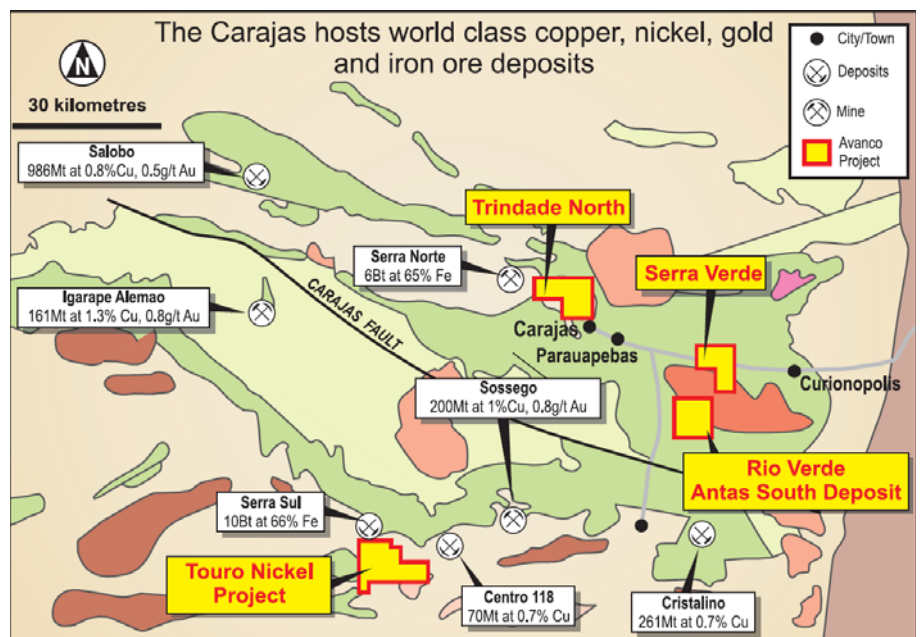
This presents further support for pursuing a concept of direct-ship copper production at Rio Verde.



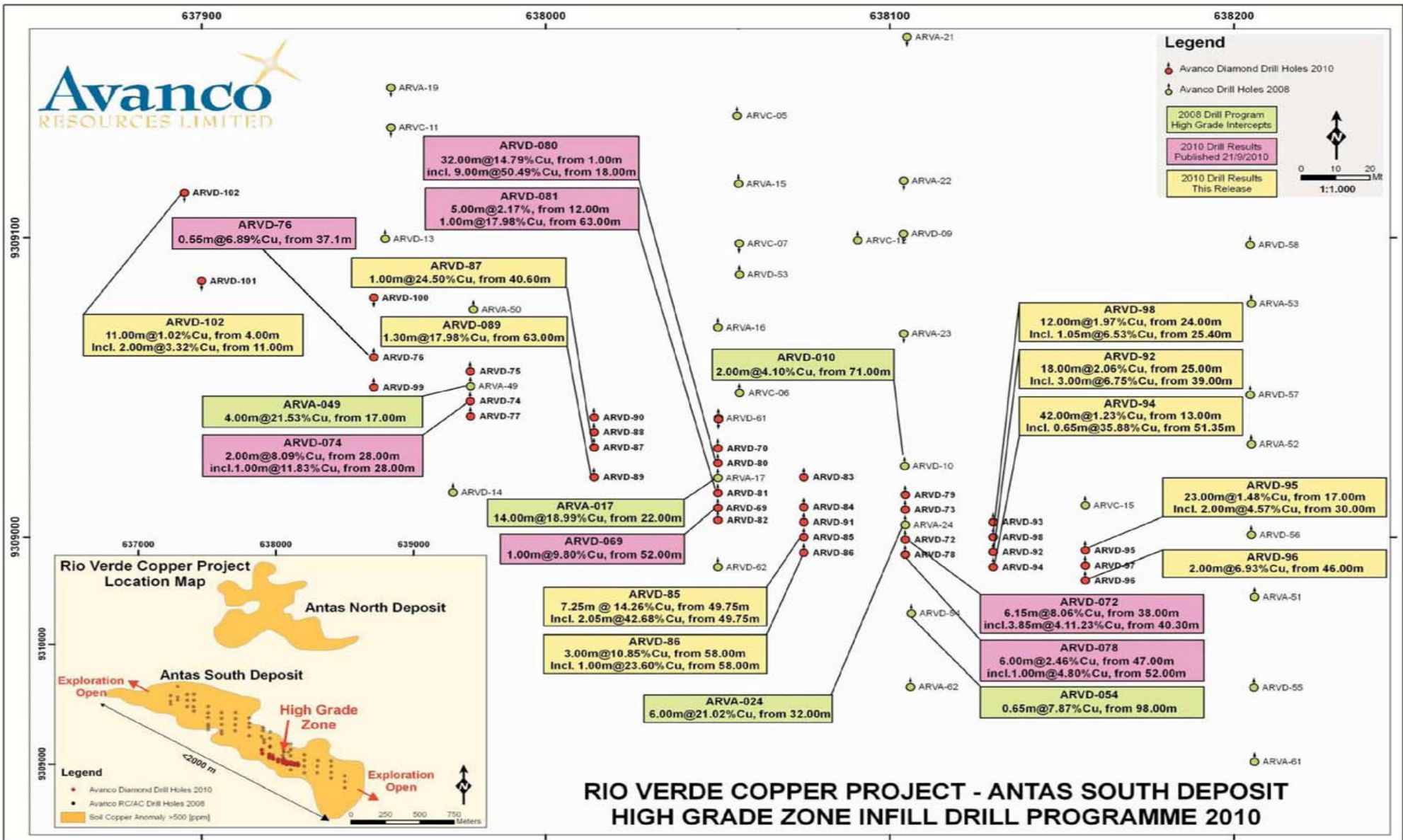
Avanco has the local knowledge, people skills and the experience to build a copper mine in Brazil.

**Tony Polglase
Managing Director**

The information in this report that relates to Mineral Resources and Exploration Results are based on information compiled by Mr Matthew Wood who is a Member of the Australian Institute of Mining and Metallurgy. Mr Wood is the Chairman of Avanco Resources Limited. Mr Wood 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 Exploration Results, Mineral Resources and Ore Reserves'. Mr Wood consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.



Rio Verde and surrounding areas are very fertile for discoveries of copper-gold mineralisation and the company is seeking growth in the region.



CARAJÁS COPPER PROJECT									
ANTAS SOUTH HIGH GRADE ZONE - DIAMOND DRILL RESULTS - 2010									
Hole Id	Location		Incl. (Deg.)	Az. (Deg.)	Depth (m)	INTERCEPTS			
	UTM-E	UTM-N				From (m)	To (m)	Width (m)	Cu (%)
ARVD-069	638049.993	9309009.724	-60	360	70.20	0.00	18.80	18.80	0.44
						22.00	26.00	4.00	1.42
						23.00	25.00	2.00	1.94
						41.00	42.00	1.00	1.03
						47.00	48.00	1.00	1.01
						52.00	53.00	1.00	10.89
ARVD-070	638050.004	9309029.719	-60	360	50.00	4.00	26.00	22.00	0.36
ARVD-071	638050.162	9309039.294	-53	180	49.00	1.00	35.00	34.00	0.65
						16.00	19.00	3.00	1.37
						17.00	18.00	1.00	2.08
						26.00	32.00	6.00	1.26
						29.00	30.00	1.00	2.35
ARVD-072	638104.5	9308999.1	-60	360	82.70	9.00	45.00	36.00	1.78
						38.00	44.15	6.15	8.06
						40.30	44.15	3.85	11.23
ARVD-073	638104.4	9309009.1	-60	360	55.63	7.00	34.00	27.00	0.69
						28.00	31.00	3.00	2.19
ARVD-074	637978.1	9309045.4	-60	360	38.50	26.00	28.00	2.00	0.69
						28.00	30.00	2.00	8.09
						28.00	29.00	1.00	11.83
ARVD-075	637978.1	9309055.4	-60	360	57.00	2.00	8.00	6.00	0.31
						49.00	50.00	1.00	0.96
ARVD-076	637949.998	9309059.992	-60	360	50.00	37.10	37.65	0.55	6.89
ARVD-077	637978.1	9309040.4	-60	360	50.00	32.00	33.00	1.00	1.37
						35.00	37.00	2.00	0.40
ARVD-078	638104.5	9308994.1	-60	360	60.00	14.00	54.00	40.00	0.67
						44.00	47.00	3.00	1.45
						47.00	53.00	6.00	2.46
						52.00	53.00	1.00	4.80
ARVD-079	638104.4	9309014.1	-60	360	36.00	10.00	23.00	13.00	0.51
						16.00	18.00	2.00	0.93
ARVD-080	638050.0	9309024.7	-60	360	40.00	1.00	33.00	32.00	14.79
						18.00	27.00	9.00	50.49
ARVD-081	638050.0	9309014.7	-60	360	53.90	0.00	29.00	29.00	0.82
						12.00	17.00	5.00	2.17
						39.00	44.00	5.00	1.16
						44.00	45.00	1.00	14.00
ARVD-082	638050.0	9309005.7	-60	360	67.00	0.00	21.00	21.00	0.37
						17.00	19.00	2.00	1.00
						26.00	29.00	3.00	0.24
						63.70	64.95	1.25	1.69
ARVD-083	638075.0	9309020.0	-60	360	47.80	0.00	36.00	36.00	0.38
ARVD-084	638074.997	9309010.003	-60	360	60.00	2.00	46.00	44.00	0.55
						5.00	10.00	5.00	1.24
						18.00	21.00	3.00	1.29
						33.00	35.00	3.00	1.28
ARVD-085	638075.0	9309000.0	-60	360	67.50	9.00	58.00	49.00	2.49
						49.75	57.00	7.25	14.26
						49.75	51.80	2.05	42.68
ARVD-086	638075.013	9308994.743	-60	360	66.83	15.00	55.00	40.00	0.35
						55.00	58.00	3.00	1.69
						58.00	59.00	1.00	23.60
						58.00	61.00	3.00	10.85
ARVD-087	638014.0	9309030.0	-60	360	50.00	14.00	16.00	2.00	0.40
						28.00	29.00	1.00	0.31
						31.00	33.00	2.00	0.55
						34.00	35.00	1.00	0.36
						39.00	40.60	1.60	1.00
						40.60	41.60	1.00	24.50
ARVD-088	638014.0	9309035.0	-60	360	45.00	14.00	27.00	13.00	0.26
ARVD-089	638014.0	9309020.0	-60	360	70.00	63.00	64.30	1.30	17.98
ARVD-090	638014.0	9309040.0	-60	360	42.00	2.00	6.00	4.00	0.27
						10.00	18.00	8.00	0.38
						25.00	27.00	2.00	0.37
ARVD-091	638075.0	9309005.0	-60	360	65.00	9.00	56.00	47.00	0.69
						32.00	40.00	8.00	1.18
						44.00	46.00	2.00	3.16
ARVD-092	638130.0	9308995.0	-60	360	60.00	7.00	53.00	46.00	1.03
						25.00	43.00	18.00	2.06
						39.00	42.00	3.00	6.75
ARVD-093	638130.013	9309005.001	-60	360	57.90	4.00	41.00	37.00	0.42
ARVD-094	638130.013	9308990.011	-60	360	66.00	13.00	55.00	42.00	1.23
						31.00	40.00	9.00	1.47
						37.00	39.00	2.00	3.06
						51.35	52.00	0.65	35.88
ARVD-095	638156.8	9308995.5	-60	360	60.00	17.00	40.00	23.00	1.48
						20.00	38.00	18.00	1.77
						30.00	32.00	2.00	4.57
ARVD-096	638156.8	9308985.5	-60	360	62.60	6.00	58.00	52.00	0.76
						34.00	40.00	6.00	1.18
						46.00	48.00	2.00	6.93
ARVD-097	638156.8	9308990.5	-60	360	62.00	13.00	37.00	24.00	0.95
						30.00	34.00	4.00	1.48
						34.00	36.00	2.00	2.39
						41.00	44.00	3.00	0.41
ARVD-098	638130.0	9309000.0	-60	360	56.40	11.00	51.00	40.00	0.93
						24.00	36.00	12.00	1.97
						25.40	26.45	1.05	6.53
ARVD-099	637950.0	9309050.0	-60	360	80.00		no significant value		
ARVD-100	637950.0	9309080.0	-60	180	63.00	7.00	13.00	6.00	0.22
ARVD-101	637900.0	9309085.5	-50	180	60.00		no significant value		
ARVD-102	637895.0	9309115.0	-50	180	59.00	4.00	15.00	11.00	1.02
						8.00	12.00	4.00	1.23
						11.00	13.00	2.00	3.32
						36.00	37.00	1.00	0.77