



31<sup>st</sup> October 2007

## September 2007 Quarterly Report

### Highlights

- **The Company has entered into an option agreement with Eurasian Minerals Ltd (TSX-V:EMX) to earn up to a 70% interest in the Sisorta Property in North-Central Turkey.**
- **The Sisorta property is a volcanic-hosted high sulphidation epithermal project, in which drilling to date has demonstrated the existence of a significant body of near-surface oxide gold mineralisation with a best intersection to date of 30.4 metres at 3.83 grams per tonne gold.**
- **Drilling commenced on the Sisorta property during the September quarter**
- **Preparations continued for a ground moving loop electromagnetic survey on the Wynbring tenement, which will commence in the December quarter.**
- **The company has continued to assess more project opportunities, particularly in the gold sector.**

Chesser Resources Limited ("Chesser") (ASX Code: CHZ) is pleased to report on its activities for the quarter ended September 30, 2007. The company has made significant advances in its strategy to develop a portfolio of advanced gold exploration projects, as well as advancing exploration on its existing projects.

### Projects

#### **Sisorta, Turkey**

*(Chesser earning up to 70%, Eurasian 100%)*

#### **Gold**

The Company announced on the 27<sup>th</sup> of August that it had entered into an option agreement with Eurasian Minerals Ltd (TSX-V:EMX) to earn up to a 70% interest in its Sisorta Property in North-Central Turkey.

The Sisorta property is a volcanic-hosted high sulphidation epithermal project, in which drilling to date has demonstrated the existence of a significant body of near-surface oxide gold mineralisation with surface chip-channel sample fire assay grades of up to 14 grams per tonne gold reported by Eurasian Minerals. The project has a large footprint of outcropping mineralisation and anomalous soil geochemistry, only a small portion of which has been drilled.

Mineralisation on the Sisorta project is associated with a 2500m by 800m northwest-trending topographic high. The 22 drillholes carried out to date have shown the clear existence of a large zone of high grade oxide gold mineralisation which remains open to the northwest and southeast. Significant drill results to date from the project include:

- **30.4 metres at 3.83 grams per tonne gold** from drillhole Sis-5 starting at surface, including **22.0 metres at 5.00 grams per tonne gold**
- **60.5 metres at 1.49 grams per tonne gold** from drillhole ES-9 starting at a depth of 1.3 metres, including **20.0 metres at 3.28 grams per tonne gold**
- **27.9 metres at 3.00 grams per tonne gold** from drillhole ES-3 starting from surface, including **20.8 metres at 3.79 grams per tonne gold**
- **52.4 metres at 1.58 grams per tonne gold** from drillhole Sis-2 starting from surface, including **19.5 metres at 2.64 grams per tonne gold**

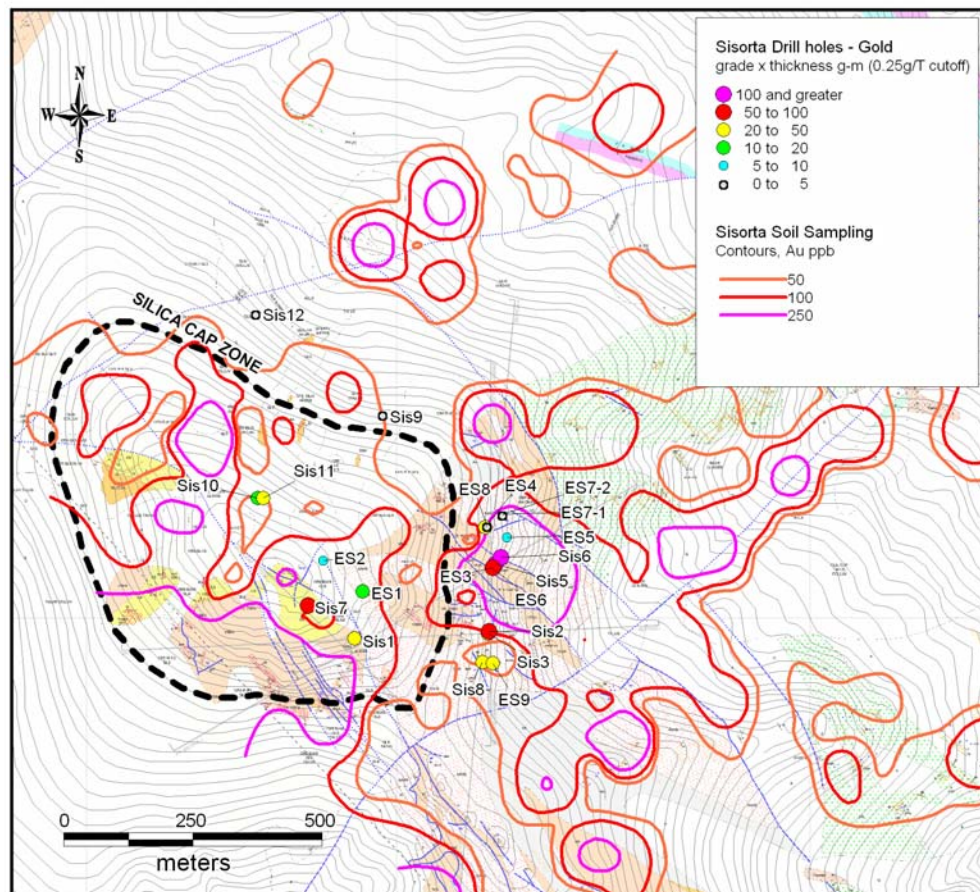


Figure 1. Drill holes and contours of soil sampling results from Sisorta, superimposed on geology and topography. Grade-thickness values are calculated based on the aggregate grade-thickness product of all intersections above a 0.25 gram per tonne gold cutoff in each hole. Soil contours are derived from a regular grid of soil samples with an average spacing of 70 metres

Surface mapping, soils and rockchip sampling have also highlighted the existence of a large (950m by 700m) area of silica alteration with little drilling which contains strong indications in soils and rockchip sampling of a large subhorizontal zone of near-surface oxide gold mineralisation with good potential for additional mineralisation. The large alteration system on the property also contains a number of other significant gold-in-soil anomalies which have not been tested by previous surface mapping and drilling.

A drill program is currently under way on the project, and under the option agreement Chesser Resources will take over as project operator once the formal agreement is signed. Chesser has also agreed to reimburse Eurasian Minerals for all drill program costs incurred from the date of signing of the option agreement.

The property was discovered and explored by Maden Tetkik ve Arama ("MTA"), Turkey's General Directorate of Mineral Research and Exploration, between 1995 and 1998. The property was subsequently acquired by Eurasian Minerals as part of a competitive auction process concluded in January, 2004.

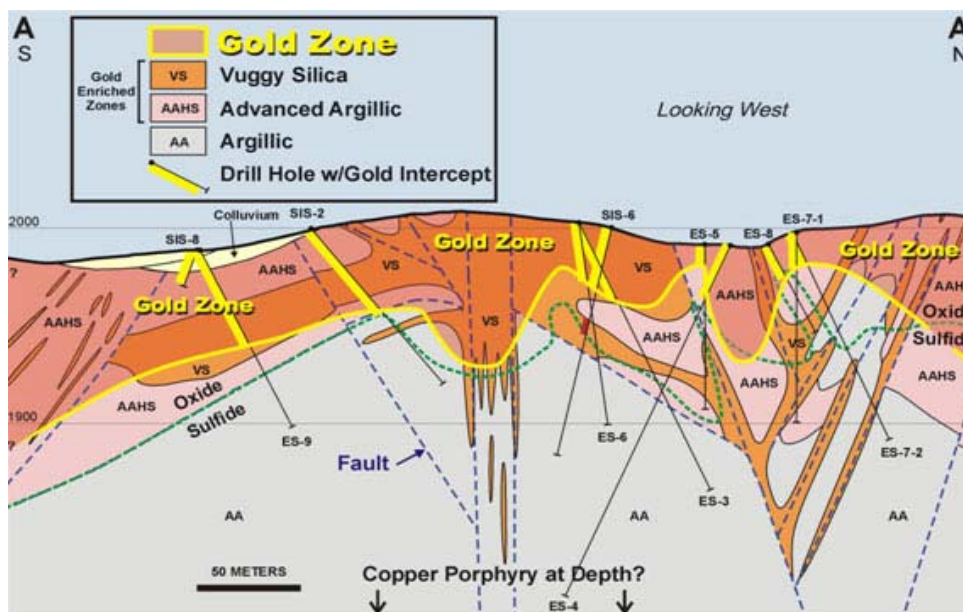


Figure 3. Cross section through high grade gold zone as interpreted by Eurasian Minerals.

Chesser Resources is pleased to announce the successful completion of due diligence on the Sisorta Project. After a thorough review of technical and non-technical information associated with the project, including contracts, agreements, environment, community relations and infrastructure, a decision has been made to proceed with the option deal previously announced on the 27th of August 2007. Chesser Resources and Eurasian Minerals Ltd are in the process of finalising the formal agreements, which are expected to be concluded in the very near future under an extended exclusivity period.

## Wynbring SA

(Chesser earning up to 80%, PlatSearch100%)

## Copper- Gold – Nickel

During the quarter the Company secured a geophysical contractor to carry out a Moving Loop Ground EM survey consisting of 47 lines designed to test 7 high priority targets. The ground EM survey is planned as a followup test for the conductive targets identified by a previous airborne EM survey. Drilling of the targets arising from the program will take place in the first quarter of 2008.

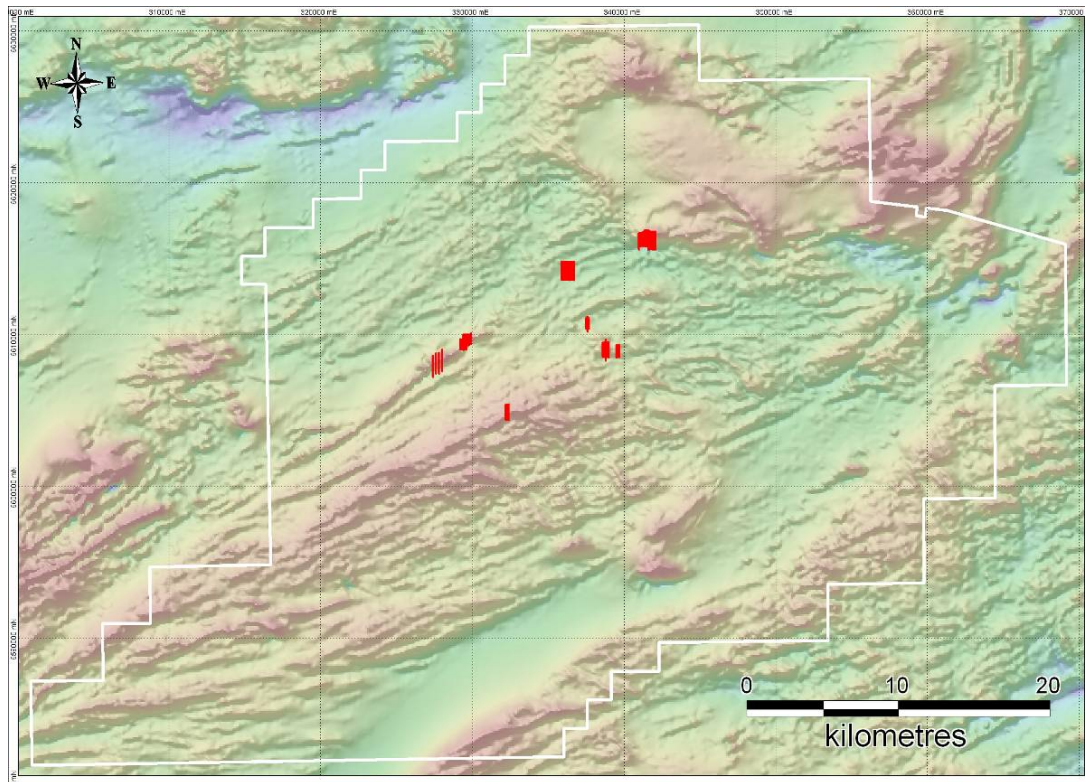


Figure 4. Wynbring project, showing tenement boundary and location of planned Moving Loop EM coverage (red lines)

## Cedric Bore SA

(Chesser100%)

## Copper-Gold-Uranium

Cedric Bore has the potential for Olympic Dam or Prominent Hill style IOCG deposits, orogenic lode gold deposits and paleochannel hosted roll-front uranium deposits in the Tertiary sediment cover.

The company is continuing to advance the compilation and interpretation of ground gravity, magnetic data and geochemistry.



## **Messent SA**

*(Chesser 100%)*

## **Copper-Gold-Uranium**

Messent has potential for base and precious metal deposits and covers 408 square kilometres of basement volcanic and intrusive rocks of Cambrian age believed to represent a continuation of the mineralised Mt Read Volcanic belt in Tasmania, which contain significant VHMS style base metal deposits. Compilation work continued during the quarter.

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*The exploration data and results contained in this report are based on information compiled by Dr Rick Valenta, a fellow of the Australian Institute of Mining and Metallurgy. He is a non executive director of the Company and has sufficient experience which is relevant to the styles 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). Dr Valenta has consented to the inclusion in this release of the matters based on his information in the form and context in which it appears.*