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Company Announcements Office
Australian Securities Exchange
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BRISBANE QLD 4000

Cloncurry to Acquire by purchase and JV 3 Exciting Gold Projects in Turkey

Key Points

Cloncurry has agreed to acquire three new projects in Turkey from Fronteer Gold - Yunt Dag, Aktarma and Ispir.

All three have excellent potential for epithermal gold deposits.

Yunt Dag has drill ready targets.

All have been secured under very reasonable terms.

Yunt Dag and Aktarma are located in an area of proven gold discoveries such as Ovacik, Kucukdere and Kestanelik, Kisladag and Efemcukuru

Ispir is located near several excellent multi element deposits.

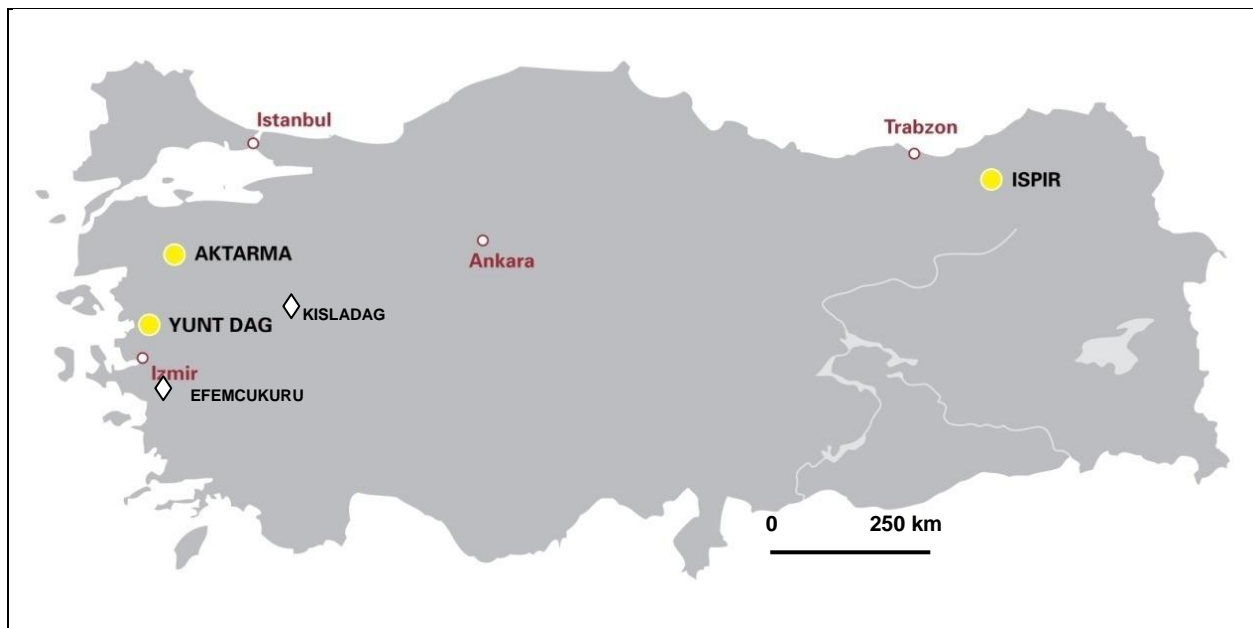
Cloncurry Metals Limited (Cloncurry or the Company) is pleased to announce that it has agreed to acquire three exciting gold projects in Turkey from Fronteer Gold. 100% interests are being acquired in Aktarma and Ispir and a joint venture arrangement agreed on the Yunt Dag project. The Companies have agreed the commercial terms and are finalising documentation regarding the acquisitions.

As has been widely reported, Cloncurry has been searching for further projects to add to its portfolio in Queensland and its El Rodeo Project in Mexico. Although the Company has been looking in Turkey for 12 months, it has only been since the addition of Dr Alex Calderon to the Cloncurry technical team that the Company has had the ability to review such projects in detail from a geological perspective. The Board of Cloncurry consider these projects to be an excellent addition to the existing portfolio, being in our preferred commodity range in a country with significant mineral wealth, an excellent mining jurisdiction, strong infrastructure, and with real potential for a significant discovery.

The terms of acquisition are described below, and are very reasonable, with the focus being on spending money in the ground. We are very pleased to be working with such a successful group as Fronteer Gold and look forward to a long and fruitful relationship.



Figure 1 – Map of Turkey with Frontier Projects noted



Yunt Dag

The Yunt Dag Project is located 12km northwest BalikesirCity. This part of Turkey has a rich mining history and two gold mines are currently in production, namely Ovacik (>1Moz) and Kucukdere, both operated by Koza Altin.

Yunt Dag is a high sulphidation gold epithermal system that was identified as a result of Aster Image processing. Frontier Gold has completed silt, soil and rock sampling at Yunt Dag. Newmont took an option over the project in 2009 and completed an IP/Resistivity/Magnetic survey and a detailed alteration mapping programme. The IP survey indicated a strong anomaly starting from the surface but Newmont returned the project to Frontier Gold prior to drilling due to a corporate restructuring.

A 2 x 1.5km magnetic anomaly correlating with gold anomalies in soil samples (Au>10ppb) was encountered in the eastern part of the tenements. In the southern part of the IP survey area a significant chargeability anomaly was encountered that may be indicative of a high sulphidation system at depth.

The terms of the Agreement are summarised in the table below:

Yunt Dag			
	Expenditures (US\$)	Shares	Equity
Year 1	500,000	500,000	
Year 2	700,000	1,000,000	
Year 3	1,000,000	1,000,000	
Sub Total	2,200,000	2,500,000	51%
Decision to earn another 9% (CLU option)			
Years 4-5	2,000,000	2,500,000	
Total	4,200,000	5,000,000	60%
JV 60% CLU, 40% FRG			

Aktarma

Aktarma is located 50km north of IzmirCity, in the Biga geological province, as is Yunt Dag.

Geologically it lies on the northern margin of the regional Ergarma Graben and hosts a strong multi-element soil and rock geochemical anomaly, 1500m in length, with values up to 0.6g/t Au in soil and 5.5g/t Au in rock. The property exhibits many similarities to the Ovacik and Kucukdere mines in terms of its geological setting, mineralisation style, and proximity to the graben margin. All targets on the property are untested by drilling and the potential to find both low sulphidation gold epithermal and gold-copper porphyry styles of mineralisation is considered to be excellent.

Cloncurry has agreed to issue 2.25 million ordinary shares to acquire 100% of Aktarma.

Ispir

The Ispir Project is located 125km southeast of the city of Trabzon, on the Black sea coast of Turkey.

Ispir has both high sulphidation gold epithermal and copper-molybdenum porphyry styles of mineralisation. Fronteer Gold have identified six target areas by carrying out silt, limited soil and rock sampling at Ispir. The property is adjacent to the Ulatas copper-molybdenum porphyry system which was drilled between 1971 and 1974 by Turkish government agency MTA and is expected to be up for public tender within 12 months.

Cloncurry has agreed to issue 2.25 million ordinary shares to acquire 100% of Ispir.

All three projects are subject to a 2% Net Smelter Royalty payable to Fronteer Gold.

About Turkey

- Turkey has a rich mining history and over recent years has emerged as a potential major gold producer.
- The country has three active gold mines and six in development.
- Amendments to the Turkish Mining Law in June 2010 and the stable increase in gold prices over the past two years have seen a rapid rise in interest from international mining houses.
- Highly prospective and underexplored with significant resources of gold already in production and being developed.
 - ❖ Turkey's first modern gold mine, at Ovacik, about 100 km north of Izmir in eastern Turkey, poured its first gold in May 2001.
 - ❖ Eldorado Gold Corporation (TSX:ELD, NYSE:RGO and ASX:EAU) (Eldorado) operates the Kişladağ gold mine, which is forecast to produce approx. 265,000 ounces gold in 2010.
 - ❖ Eldorado is also developing the Efemçukuru gold project, which is forecast to commence production at the rate of 90,000 to 100,000 ounces for the year in 2011.

Fronteer Gold (FRG – TSX/NYSE Amex) is based in Vancouver, Canada, and is focused on building production from projects that it controls and operates in Nevada, including its flagship Long Canyon project.

Conclusion

Cloncurry is excited about the possibilities of these properties in Turkey. They have all had excellent baseline work done by a successful and reputable exploration Company. There are many targets that will need investigation, and there is significant potential for a major gold discovery.

We look forward to working with Fronteer Gold to explore, and in time, develop these projects.

Yours sincerely



Barry Casson
Company Secretary/Finance Director
Cloncurry Metals Limited

The information in this ASX release that relates to Exploration Results is based on information compiled by Dr Alex Losada-Calderon, an Australian Geologist who is employed by TAE Resources, a company associated with him and retained by Cloncurry Metals to provide specialist geological services. Dr Losada-Calderon is a Member of the AusIMM and has in excess of 5 years' experience which is relevant to the styles of mineralisation and types 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 "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Dr Losada-Calderon consents to the inclusion in this ASX release of the matters based on this information in the form and context in which it appears.

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