

ASX Release

29 October 2010

COVENTRY RESOURCES LIMITED

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 Tony Goddard
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Issued Capital:
 127.28 million shares
 30.87 million options

ASX Symbol: CVY

QUARTERLY ACTIVITIES REPORT SEPTEMBER 2010

HIGHLIGHTS

Cameron Gold Project

- Inaugural 20,000 metre drilling program well advanced with 91 holes completed for 14,169 metres.
- Significant, high-grade gold results returned from many holes, including:
 - **16.0 metres at 5.68 g/t gold from 8.0 metres in CCD-10-069, including 8.0 metres at 9.64 g/t gold**
 - **9.0 metres at 8.09 g/t gold from 149.0 metres in CCD-10-051,**
 - **4.0 metres at 11.99 g/t gold from 18.0 metres in CCD-10-064, including 2.0 metres at 22.77 g/t gold**
 - **3.0 metres at 12.97 g/t gold from 18.0 metres in CCD-10-035,**
 - **6.0 metres at 6.28 g/t gold from 138.0 metres in CCD-10-074,**
 - **6.0 metres at 5.64 g/t gold from 126.0 metres in CCD-10-073**
- First-stage Induced Polarisation (IP) geophysical surveying completed totalling 32 line kilometres, with a further ~40 line kilometres planned for November 2010.
- Drill testing of numerous regional prospects commenced, with ten diamond drill holes completed at the Beggs Prospect, and four diamond drill holes completed at the Burke Prospect. There is considerable potential to expand the resource base with this drilling.
- Acquired the highly-prospective Nucanolan Property containing a number of known, poorly-tested and under-explored gold prospects and occurrences. Limited previous drilling results include:
 - **6.4 metres at 3.11 g/t gold, and**
 - **18.2 metres at 1.24 g/t gold**

Historic trenching has recorded assays up to:

- **18.5 metres at 6.56 g/t gold**
- Acquired the Roy Property, a historic, high-grade gold and copper occurrence. Previous sampling at the Roy Prospect returned assays up to:
 - **32.52 g/t gold,**
 - **6.2% copper**

This Prospect is essentially untested by drilling.

- Completed a large-scale expansion of the Cameron Gold Project by staking claims to cover the strike extents of the Cameron and Monte Cristo Shear Zones, quadrupling the project area to over 12,800 hectares. Consolidating ownership to build a new mine camp.
- Numerous additional occurrences and prospects incorporated into the expanded Cameron Gold Project, requiring further exploration and providing further upside.
- Commenced update of environmental baseline studies as part of the permitting requirements for developing the Cameron Gold Project.

Corporate

- Rhod Grivas appointed to the Board of Directors.
- Approximately \$3.5 million cash at bank at September 30, 2010.

CAMERON GOLD PROJECT

During the September quarter the Company continued its inaugural 20,000 metre drilling program at its 100% owned +1Moz Cameron Gold Project in Ontario, Canada (Figure 1) and embarked on a significant expansion of the project area in tandem with an aggressive on-ground exploration program.

The drilling program continues to progress very well with ninety one (91) diamond drill holes completed to date for 14,169 metres.

A total of seventy seven (77) diamond drill holes have been completed at the Cameron Gold Deposit, testing for extensions of mineralisation and to infill previous drilling within the main area of the Deposit.

The Company recently commenced systematically drill testing the numerous regional prospects within the Project area. These prospects offer considerable potential for expansion of the Project's resource base. Ten (10) diamond core holes have been drilled at the Beggs Prospect, and four (4) holes have been completed at the Burke Prospect, where drilling continues. Numerous additional regional targets are being prepared for drill testing. These will be systematically evaluated over the coming months.

The Company recently quadrupled the size of its Project area to over 12,800 hectares, though a combination of corporate transactions and staking new claims. It acquired options over the highly prospective Nucanolan and Roy Properties through commercial transactions, and staked claims covering more than 8,000 hectares to incorporate approximately 30 kilometres of the strike extensions of the highly prospective and gold fertile Cameron and Monte Cristo Shear Zones into the Project. Only limited modern exploration has been conducted in these new areas, with little to no work completed since the mid 1980s.

A result of the new acquisitions is that numerous additional gold prospects and occurrences have been incorporated into the Project area. These will also be systematically followed up, with the expectation that this work can also add to the Company's resource base. The Company believes that with such an extensive landholding, it is now very well positioned to develop a new mine camp, with satellite deposits feeding a centralised processing facility at the Cameron Gold Deposit.

Rebuilding and refurbishment of camp infrastructure has been largely completed. This will enable the Company to expand drill core processing and to better service its employees and contractors.

Also during the quarter, in preparation for development of the Cameron Gold Project, the Company engaged the Roche group in Quebec to update environmental baseline studies as part of mine permitting requirements.

Cameron Gold Deposit

During the quarter the Company received analytical results for a further sixty three (63) drill holes (9,035 metres of drilling). These holes were drilled to test the along strike extension of mineralisation at the Cameron Gold Deposit and to infill the poorly-drilled shallow areas of the main Deposit.

Significant gold mineralisation has been intersected in a considerable number of drill holes. Better results include:

- **16.0 metres at 5.68 g/t gold from 8.0 metres in CCD-10-069, including**
8.0 metres at 9.64 g/t gold
- **9.0 metres at 8.09 g/t gold from 149.0 metres in CCD-10-051,**
- **4.0 metres at 11.99 g/t gold from 18.0 metres in CCD-10-064, including**
2.0 metres at 22.77 g/t gold
- **3.0 metres at 12.97 g/t gold from 18.0 metres in CCD-10-035,**
- **6.0 metres at 6.28 g/t gold from 138.0 metres in CCD-10-074,**
- **6.0 metres at 5.64 g/t gold from 126.0 metres in CCD-10-073**

The Company is confident that it will be able to upgrade the resource base at the Cameron Gold Project on completion of this drilling program. Currently the JORC-compliant indicated and inferred resource estimate (see Table 1) comprises:

11.3 Mt at a grade of 2.77 g/t gold for 1,005,833 ounces of gold

The resource incorporates mineralisation from only the Cameron Gold Deposit, and does not include mineralisation at any of the numerous regional prospects and occurrences within the Project.

Mineralisation at the Cameron Gold Deposit remains open in both directions along strike and at depth. Further drill testing in the northern part of the Deposit to delineate high-grade shoots is planned. Some deeper drilling to test open intersections of high-grade mineralisation is also planned. Geotechnical, metallurgical and hydrological drilling will also be undertaken to provide additional data for feasibility studies.

Beggs Prospect

The Beggs Prospect is located approximately 800 metres to the east of the Cameron Gold Deposit. A total of 41 shallow holes have been drilled previously for 1,985 metres. Better results in previous drilling include:

- **3.2 metres at 17.45 g/t gold, and**
- **2.5 metres at 8.79 g/t gold.**

The mineralisation at the Beggs Prospect is open along strike and at depth. Recent sampling of historic trenches returned assays including 35.3 g/t and 20.0 g/t gold.

The Company recently completed an initial drill program at the Beggs Prospect, comprising 10 diamond core holes for 1,412 metres. Analytical results are pending for all holes.

Burke Prospect

The Burke Prospect is located about three kilometres east of the Cameron Gold Deposit. Previously only one hole has been drilled at the Burke Prospect. This hole recorded six mineralised zones greater than 1.0 g/t gold, including:

- **3.5 metres at 13.72 g/t gold and**
0.7 metres at 107.4 g/t gold

Despite such results, no follow-up work of this hole was ever undertaken. Recent Company mapping has outlined quartz-carbonate-pyrite mineralisation in dolerite (diabase) at surface over a strike of more than 80 metres. Analysis of recently collected rock chip samples returned results up to 2.3 g/t gold.

The Company is currently part way through a planned six-hole diamond drilling program at the Burke Prospect to follow up significant results. To date four drill holes have been completed for a total of 854 metres. Assay results are pending for all holes.

Meston Prospect

The Meston Prospect lies within the recently acquired Nucanolan Property. It comprises a quartz-carbonate-pyrite breccia, similar to that which hosts the mineralisation at the Cameron Gold Deposit. The breccia extends over a strike of more than 200 metres and is up to 30 metres wide. Surface sampling has returned results up to:

- **18.5 metres at 6.56 g/t gold.**

Limited and largely ineffectual and non-systematic historic drilling returned intersections including:

- **6.4 metres at 3.11 g/t gold and**
- **18.2 metres at 1.24 g/t gold.**

The mineralisation is associated with the Monte Cristo Shear Zone, which forms the contact between mafic and intermediate volcanic rocks. The mineralisation has a chargeable response in IP surveys. The Meston Prospect is highly-prospective and forms the main target for the Company's planned exploration activities on the Nucanolan Property.

Sullivan Prospect

The Sullivan Prospect comprises a series of historic workings (two shafts and an adit) in a geologically complex area within the Nucanolan Property. Gold at the Sullivan No 1 shaft occurs in association with pyrite in sheared and silicified pyroclastic rocks, and in carbonate and quartz-veined mafic volcanic rocks with quartz feldspar porphyry. At the Sullivan No 2 shaft, carbonate-rich quartz veins occur at the contact between quartz feldspar porphyry in the hangingwall and gabbro in the footwall.

Historic sampling of the workings has returned assay values in the order of 3 g/t gold, with a peak assay of 7.78 ounces per ton gold. Limited shallow diamond drilling intersected up to 0.8m at 1.25 g/t gold. The drilling completed in this area previously is considered to be relatively ineffective.

Roy and Bullet Prospects

The Roy and Bullet Prospects are located within the recently acquired Roy Property.

The geology of the Property comprises mafic volcanic and intrusive rocks and porphyry, cut by an east-northeast trending, carbonate-silica altered shear zone that is exposed at surface over more than 400 metres of strike. A number of quartz veins appear to be associated with the shear zone. Historical reports indicate that one of these veins is 76 metres long with an average width of approximately 2.5 metres, and locally up to 8.8 metres wide (the Roy Prospect). Historic sampling returned results to 32.58 g/t gold and 6.2% copper.

The mineralisation at the Roy Prospect is within several hundred metres of another zone of gold anomalism at the Bullet Prospect. Previous rock chip sampling at the Bullet Prospect has returned anomalous results over a distance of 140 metres, with assays up to 1.89 g/t gold. A further area of anomalous rock chip samples, including results up to 2.11 g/t gold, is located about 450 metres along strike to the east of the Bullet Prospect.

Winter Drilling Program

The Company intends continuing its drilling program through the northern hemisphere winter to test a number of prospects that are more readily accessible during winter. These include:

Victor Prospect

The Victor Prospect is the most advanced prospect within the Project area. It is located approximately 10 kilometres along strike from the Cameron Gold Deposit, within the major Monte Cristo Shear Zone. A total of 41 holes have been drilled previously for 8,427 metres. Previous intersections in drilling include:

- 13.0 metres at 10.33 g/t gold, and
- 8.2 metres at 9.02 g/t gold, and
- 5.2 metres at 11.51 g/t gold

The mineralisation at the Victor Prospect is open along strike and at depth.

Monte Cristo Prospect

The Monte Cristo Prospect is located 1,000 metres along strike from the Victor Prospect, also within the Monte Cristo Shear Zone. Limited previous drilling has returned results including:

- 14.6 metres at 5.22 g/t gold, and
- 14.6 metres at 5.23 g/t gold, and
- 16.4 metres at 4.04 g/t gold

Mineralisation at the Monte Cristo Prospect is open along strike and at depth.

Other Prospects

The Company intends drill-testing a number of other significant gold prospects and occurrences during the upcoming winter. Compilation of data from the numerous targets is ongoing. On completion of the forthcoming aeromagnetic survey (see below) these targets will be ranked and quantified, prior to undertaking follow-up exploration.

Geophysical Surveying

During the quarter contractors completed some 32 line kilometres of pole-dipole IP geophysical surveying. Five anomalies were identified for further on-ground follow-up. Geological mapping has confirmed one anomaly as a high-priority target with a response consistent with a possible VHMS horizon. This target will be drill tested in the near term. Further work on all anomalies is planned.

Given the success of the IP survey, an additional program of upward of 40 line kilometres is planned for November. This survey will encompass the eastern extents of the Project area, including the recently-acquired Nucanolan and Roy Properties. It is anticipated that targets delineated in this survey will be drilled in the first or second quarters of 2011.

The Company has commissioned an aeromagnetic survey to facilitate detailed mapping of the Project area. The location of gold deposits within the area is structurally controlled. This detailed survey will help determine structural controls on known gold deposits, prospects and occurrences and as such highlight possible extensions to known mineralisation. It is anticipated that additional targets will also be generated. This survey is scheduled to commence during the fourth quarter of 2010.

ARDEEN GOLD PROJECT

With the Company focusing its efforts on the Cameron Gold Project, no work was completed at the Ardeen Gold Project during the quarter.

Significant gold anomalies delineated during regional till and humus sampling in late 2009 require follow-up infill sampling. It is anticipated that this work will now be undertaken in the second or third quarters of 2011.

CORPORATE

The Company recently strengthened its Board with the appointment of Mr Rhod Grivas as a Non-Executive Director. Rhod is a qualified geologist with over 20 years experience in corporate and technical management of junior and mid-tier resources companies. He has been an executive director of numerous exploration companies and was recently Managing Director of ASX/TSX-listed Dioro Exploration NL, prior to its takeover for ~\$100 million by Avoca Resources in 2010. Mr Grivas brings considerable technical and corporate experience to the Board of Coventry Resources Limited.

Cash reserves at September 30, 2010 were approximately \$3.5 million.

Mike Haynes
Executive Chairman

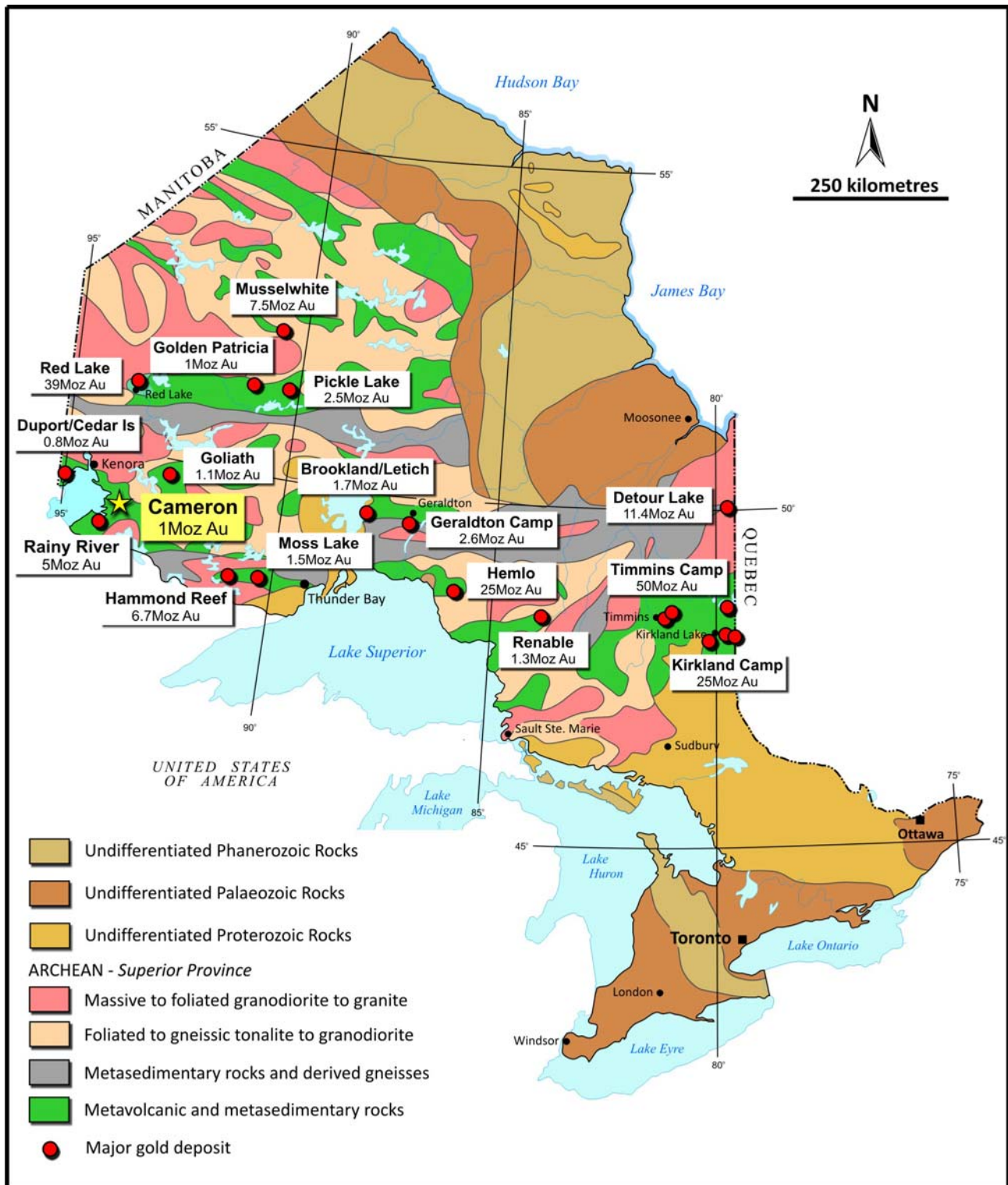


Figure 1. Location of the Cameron Gold Deposit in Ontario, Canada, with other significant deposits in the Western part of the Superior Province.

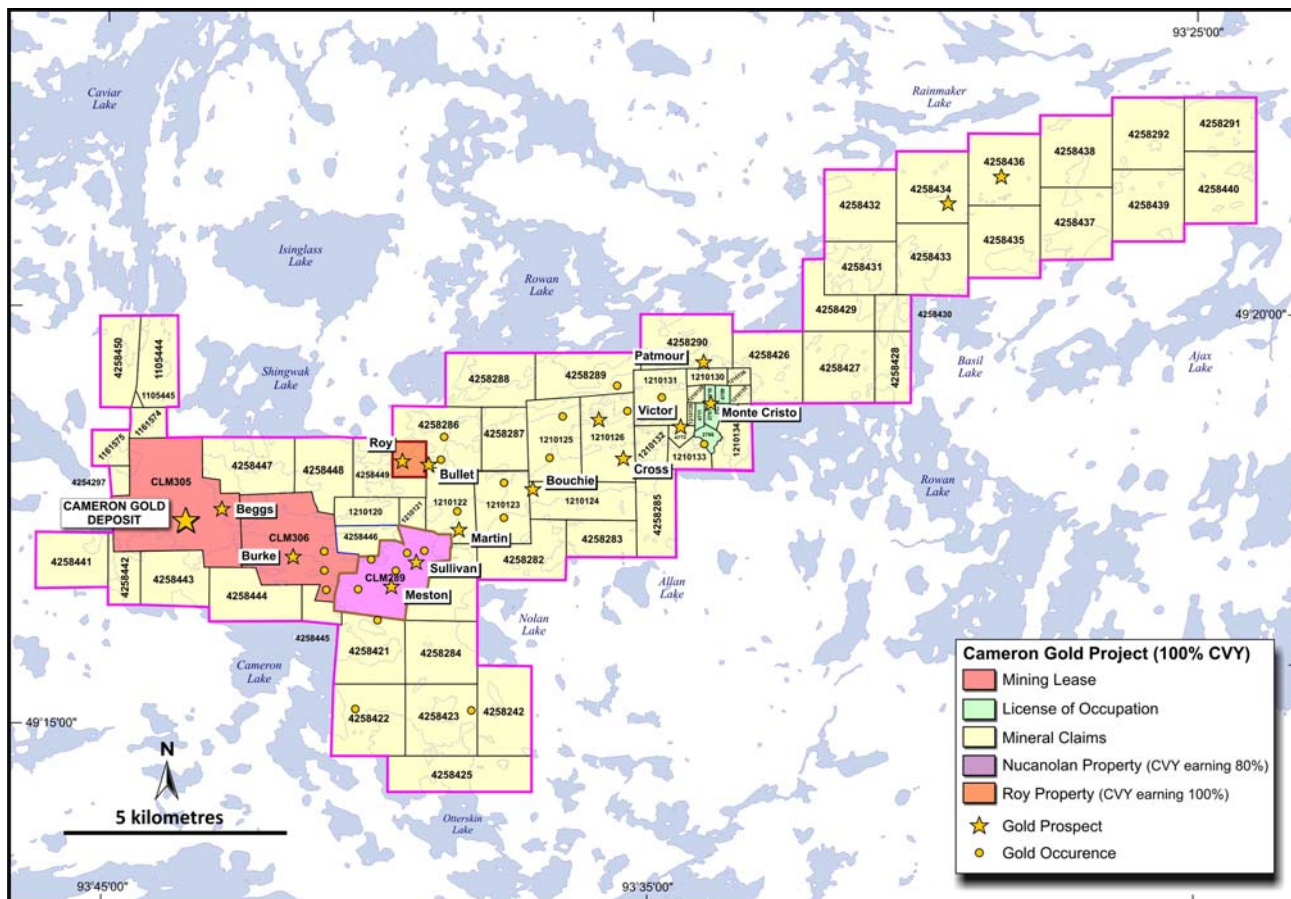


Figure 2. Cameron Gold Project area showing the location of known gold deposits, prospects and occurrences within the gold corridor related to the Cameron and Monte Cristo Shear Zones.

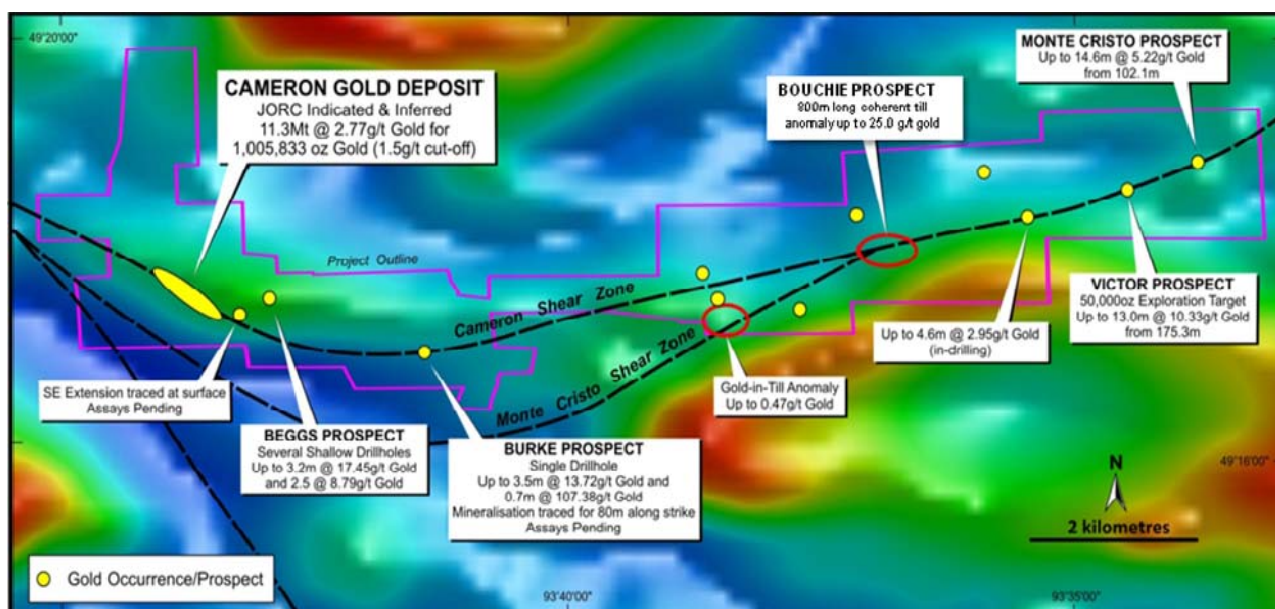


Figure 3. Summary plan showing the characteristics of some of the known gold deposits, prospects and occurrences along the Cameron and Monte Cristo Shear Zones within the Company's Cameron Gold Project (note the Company has increased the area of its Project considerably since this plan was prepared).

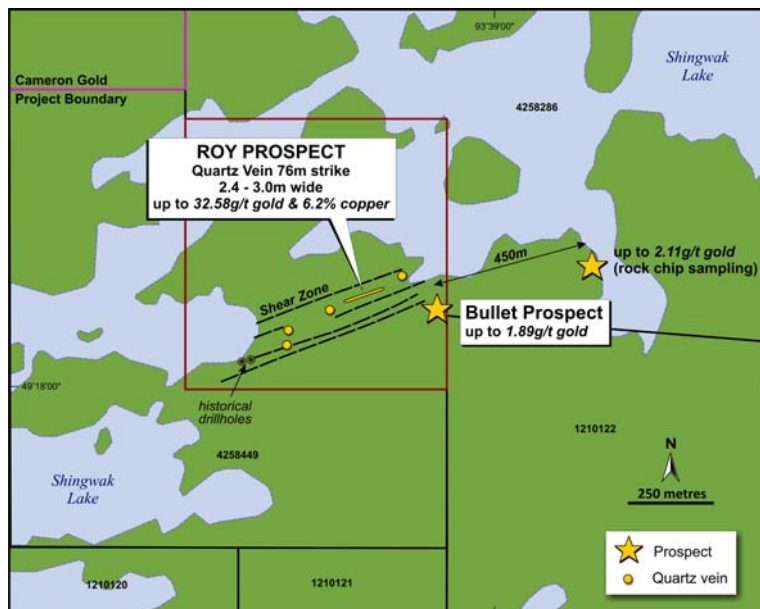


Figure 4. Geology of the Roy Property showing the location of mineralised quartz veins and previous rock sampling.

Table 1. JORC code compliant resource estimate for the Cameron Gold Deposit applying various cut-off grades.

Cut-off grade (g/t gold)	Category	Tonnes	Grade (g/t gold)	Ounces of gold
0.5	Indicated	7,221,000	2.26	523,477
	Inferred	13,311,000	1.84	786,150
	Total	20,531,000	1.98	1,309,627
1.0	Indicated	5,818,000	2.61	488,366
	Inferred	10,585,000	2.11	719,457
	Total	16,403,000	2.29	1,207,823
1.5	Indicated	4,164,000	3.16	422,353
	Inferred	7,148,000	2.54	583,480
	Total	11,312,000	2.77	1,005,833
2.0	Indicated	2,978,000	3.72	356,169
	Inferred	3,870,000	3.27	406,457
	Total	6,848,000	3.46	762,626

Sample Analyses and Quality Control

All NQ drillcore is geologically logged, marked up and cut (half core) by company personnel at the facilities on site the Cameron Gold Project. Half of the cut core is submitted for analysis, with the remaining half core being stored at Cameron.

Core samples are prepared and analysed by Activation Laboratories (Actlabs), Thunder Bay, Ontario, an ISO 17025 Accredited Laboratory. Samples are dried and crushed (-2mm) with a 250g split portion of the sample pulverised to 95% passing 150 microns. Samples are submitted for analysis for gold by gravimetric fire assay (code 1A3).

Certified reference material standards, blanks and duplicate samples are inserted every 20 samples, respectively.

Competent Persons Statement

The information in this announcement that relates to exploration results is based on information compiled by or under the supervision of Anthony Brendon Goddard. Mr Goddard is Technical Director of Coventry Resources Limited and a Member of the Australian Institute of Geoscientists. Mr Goddard has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and the activity 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" and a Qualified Person as defined in the Canadian

National Instrument 43-101 (standards of disclosure for Mineral Projects). Mr Goddard consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Mineral Resources or Ore Reserves is based on information compiled by Mr Peter Ball who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Peter Ball is the Manager of Data Geo. Mr Peter Ball 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Peter Ball consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

**The potential quantity and grade is conceptual in nature. It is uncertain if further compilation and exploration will result in the determination of a Mineral Resource of this size and grade under the JORC Code.*