

DOURADO RESOURCES LIMITED

ABN: 84 131 090 947

Dourado Resources Limited (DUO) is an Australian company with a portfolio of quality gold, copper and zinc exploration assets.

As a gold and copper explorer DUO is focused on a quality package of tenements in the Mid West Region of WA. Initial efforts are directed at two prospective areas.

Mooloogool/Diamond Well Projects

Current exploration work in the areas around Geochemical Zones 1 to 6 has led to the completion of a 48-hole RAB drilling program on the tracks. Samples from this program have been sent to the SGS laboratory. Another RAB drill program is planned to be completed on areas off track after approval by DMP.

Sabbath/Garden Gully Projects

Data from the resource drilling has been reviewed for the Project. Some areas have been identified for RC drilling to extend the resource down dip, along plunge and along strike. Two drill programs have been designed to test these areas with a total of 124 RC holes for about 15,000 metres. Garden Gully North auger program Permit of Works has been granted and work is scheduled to begin soon.

For more information please visit <http://www.dourado.com.au/>

Registered Office Address

Level 2, Spectrum
100 Railway Road
SubiacoWA 6008

Tel: 08 9367 8133
Fax: 08 9367 8812

Business Address

309 Pier Street
PerthWA 6000

Tel: 08 9200 4966
Fax: 08 9200 4981

Directors & Management

Mr Graeme Allan
Non-Executive Chairman

Mr Peter Del Fante
Managing Director

Mr Shane Casley
Non-Executive Director

Mr Daryl Smith
Non-Executive Director

Ms Arlene Mendoza
Non-Executive Director

Company Secretary

Mr Robert Marusco

ASX Code: DUO

Website: www.dourado.com.au

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ASX Limited
Company Announcements Office
SYDNEY NSW 2000

QUARTERLY REPORT FOR PERIOD ENDING 30 SEPTEMBER 2011

HIGHLIGHTS

Sabbath Gold Project

- Review of the resource and drill hole database has identified several drill targets
- An RC program of 124 holes for about 15,000 metres is planned to extend the known mineralization and to cover the Mining Lease. The program will also identify and sterilize potential areas for waste dumps and mining infrastructure
- A Permit of Works (PoW) application has been submitted

Garden Gully North Project

- 35 auger traverses are planned for a total of 269 line kilometres and 1350 holes across E51/1427, E51/1428 and E51/1429
- A Permit of Works application has been granted
- The auger program is due to start in October after delays caused by availability of the auger machine

Garden Gully Project

- Mapping and sampling program to be completed on E51/1433 over 16 traverse lines for 29 line kilometres

Garden Gully South Project

- An exploration program with soil geochemistry and RAB drilling is planned for when the tenements are granted.

Mooloogool/Diamond Well Project

- Several target areas within Geochemical Zones 1 to 6 were identified for testing by RAB drilling. Some of these targets are coincident with linear gravity anomalies resulting from the completed ground-based gravity survey.
- A total of 1438 samples have been sent for assay to date

- A RAB drilling program of 48 holes for 2774 metres was completed on the granted PoW valid for drilling on the tracks.

Other Projects

- M21/126 at Mainland has been granted and initial work has begun on regional and historical exploration data analysis.
- Interpretation of the results auger sampling from tenements PL58/1343 and PL58/1376 at Lennonville has led to the recognition of several targets for follow-up RAB drilling.
- Barrambie Prospecting Licences P57/1226 and 1227 had an initial geochemical sampling program completed on E-W traverses 400m apart. The multi-element results such as hydrothermally-associated Arsenic and Barium indicate that several areas require further testing and targets for RAB drilling are currently being assessed.

Corporate

- The Company acquired the balance of Anuman Holdings Pty Ltd ('Anuman') via Dourado Resources Ltd ('DUO', 'Dourado', 'The Company') wholly owned subsidiary Abbotts Exploration Pty Ltd ('Abbotts'). The consideration for the balance in Anuman was the issue of a further 77,618,651 ordinary shares plus 100,000,000 options in Dourado. This acquisition was completed after approval at the September EGM.
- Appointments of Mr Graeme Allan as Non-Executive Chairman and Mr Shane Casley as Non-Executive Director.
- Dourado shareholders ratified an earlier issue of shares for the acquisition of Western Australian tenements E57/757 and P58/1462 from Auriferous Mining.
- Dourado shareholders approved the issue of shares for tenement E51/1491 from Joseph Bacci at the 7th September EGM.

REVIEW OF OPERATIONS

Sabbath Gold Project

The Sabbath project comprises two tenements (M51/322 & PLA51/2699) and the Sabbath deposit has a Measured Mineral Resource of 145,000 tonnes at 2.21 g/t Au identified by Au Mining Pty Ltd in 2002-2003. The resource estimation was completed by Cercare and Associates Pty Ltd. The resource is based on 19 Reverse Circulation (723 metres) and 36 Air Core (981 metres) drill holes along with 45 lines of surface earth-saw trenches. The lower grade cut for block estimation was 1g/t Au and a 10 g/t Au upper cut was used in the resource estimation. Preliminary pit optimisations identified 50,000 tonnes at 3.5 g/t Au and the resource database for Sabbath was reviewed. Section and flitch plots confirm that several areas are open along strike, down dip and parallel to the identified mineralisation.

Large portions of the Mining Lease (M51/322) housing the Sabbath resource have not been drilled and there is a NE as well as a NNE mineralised trend seen in the plots. There also appears to be a strong southerly plunge component to the mineralisation. The combination of these attributes has allowed for the recognition of several areas that require drill testing and there are two drilling programs are proposed.

The first program comprises 9 Reverse Circulation drill holes for 1070 metres and is planned to extend the Sabbath resource area and to test mineralisation down dip and down plunge.

The second program comprises 115 Reverse Circulation holes for approximately 14,000 metres to explore for additional mineralisation across M51/322. These exploration drill lines are approximately 200 metres apart and will be drilled at 50 metre centres to a depth of 120 metres. This program will be testing to identify:

- extensions of mineralisation along strike to the north and south of Sabbath,
- parallel lode targets and mineralisation along oblique faults or shears areas that can be sterilized for the location of waste dumps, processing plant and other infrastructure

Figure 1 depicts the proposed RC drill collar locations at Sabbath resource

Figure 2 demonstrates the proposed RC drill collar locations for exploration across Sabbath M51/322

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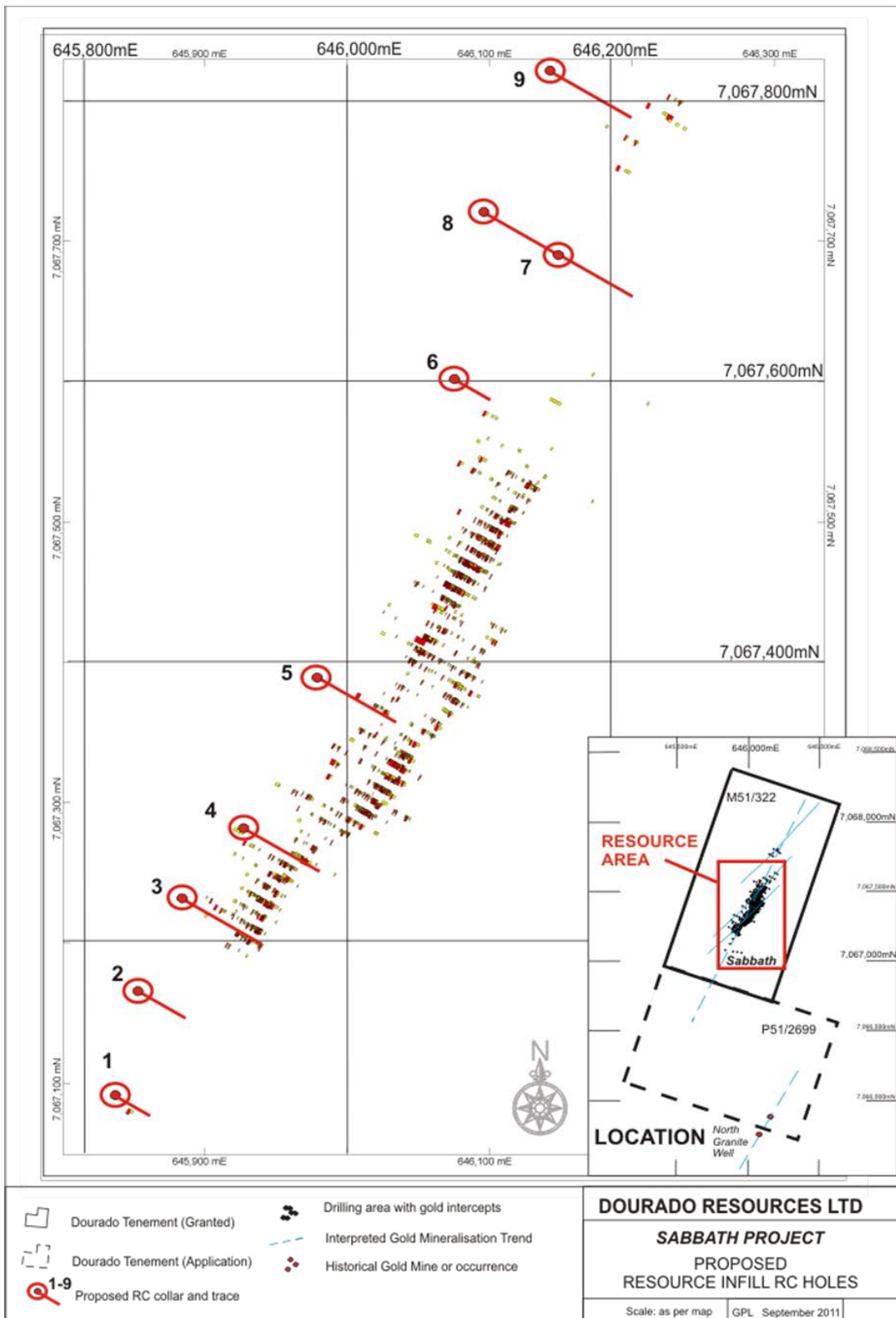


Figure 1 – Plan showing Sabbath resource proposed infill RC collars and traces

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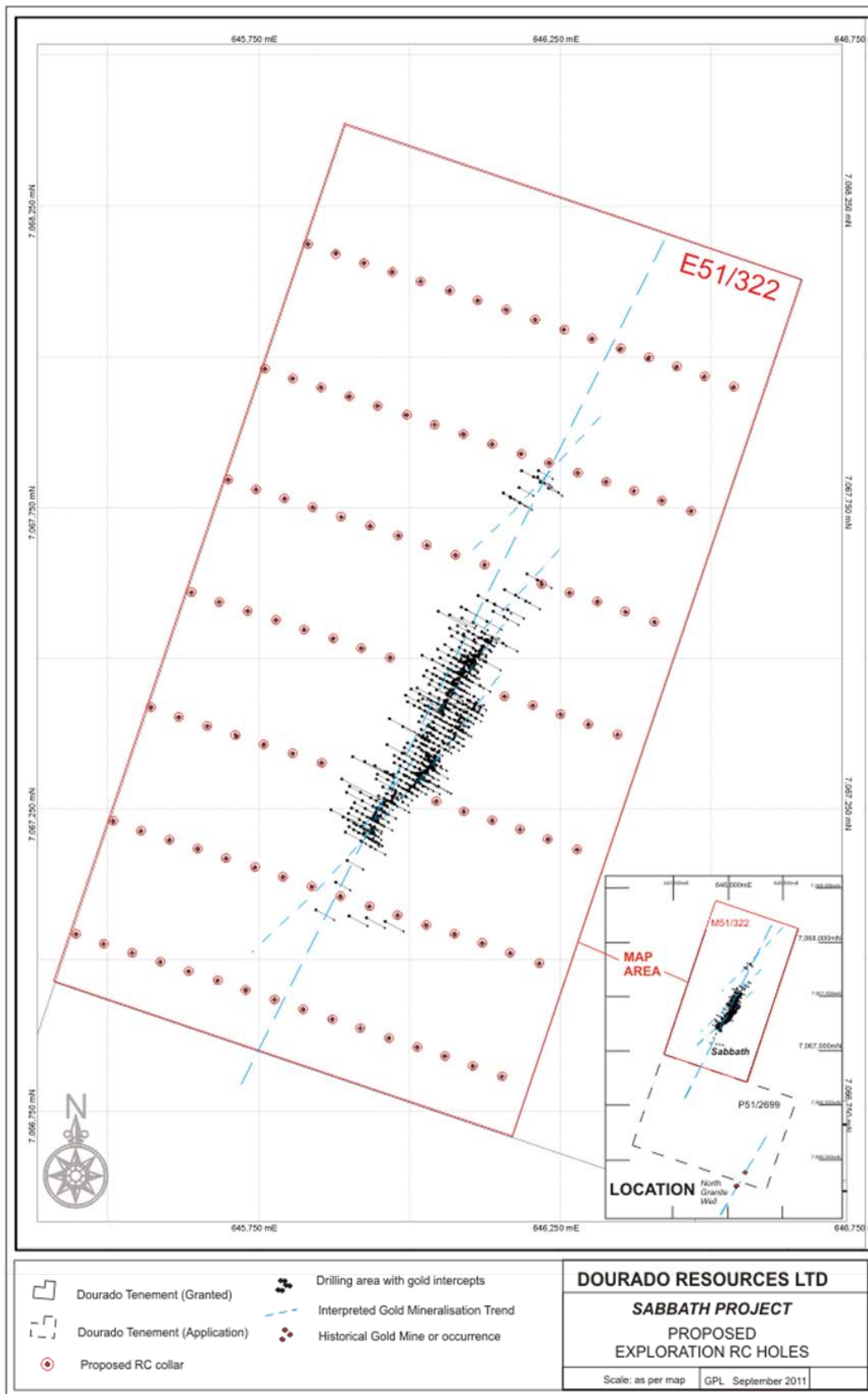


Figure 2 – Plan of proposed exploration RC drill collars on Sabbath M51/322

Garden Gully Projects

The **Garden Gully Project** comprises two (2) granted Exploration Licences 51/1343 & 51/1433-I, two (2) granted Prospecting Licences 51/2619, 51/2622, three (3) Prospecting Licence Applications 51/2697, 51/2698 & 51/2728 and two (2) Mining Lease Applications 51/550 & 51/588 which are all located to the north of Meekatharra. A review of historical exploration data for the tenement applications is in progress and an exploration program with soil geochemistry and RAB drilling is planned to commence here when the tenements are granted.

Garden Gully North Project comprises Exploration Licences E51/1427-I, 1428-I and 1429-I which were granted in February 2011 to wholly- owned subsidiary Abbotts Exploration Pty Ltd. An exploration program of auger sampling along lines approximately 1500m apart is planned to be conducted on these tenements and 35 auger traverses are planned for a total of 269 line kilometres and 1350 holes across E51/1427, E51/1428 and E51/1429.

A Permit of Works application has been approved for all three leases indicating minimal ground disturbance and no vegetation clearing for this reconnaissance program. Heritage inspections by the local Custodian and review of access tracks and routes have been completed. The program was due to begin in the current quarter but this has been delayed due to availability of the auger drill and is scheduled to begin in the next quarter.

Mooloogool/Diamond Well Project

This large project represents a significant holding in the Palaeoproterozoic Yerrida Basin to the NE of Meekatharra. Mooloogool has 8 large granted exploration licences and Diamond Well has 3 granted Exploration Licences and 2 exploration tenements under application. This area spans an east-west distance exceeding 70 kilometres and a north-south distance of about 50 kilometres. On the project area 1438 samples have been collected to date with 26 being rock samples and 1412 soil samples from Geochemical Zones 1 to 11.

Ground-based Gravity Survey

A ground-based gravity survey has been completed for Exploration Licences E51/1367 and E51/1187. This was conducted in conjunction with Thundelarra Exploration in order to cover a 40-kilometre wide area adjacent to us in the south. Results of this survey indicate good potential for East-West structures (associated with known copper and gold geochemistry) to be significant exploration targets. Some of these structures are coincident with geochemical anomalies and will be drill tested in conjunction with the geochemical targets. See Figure 3.

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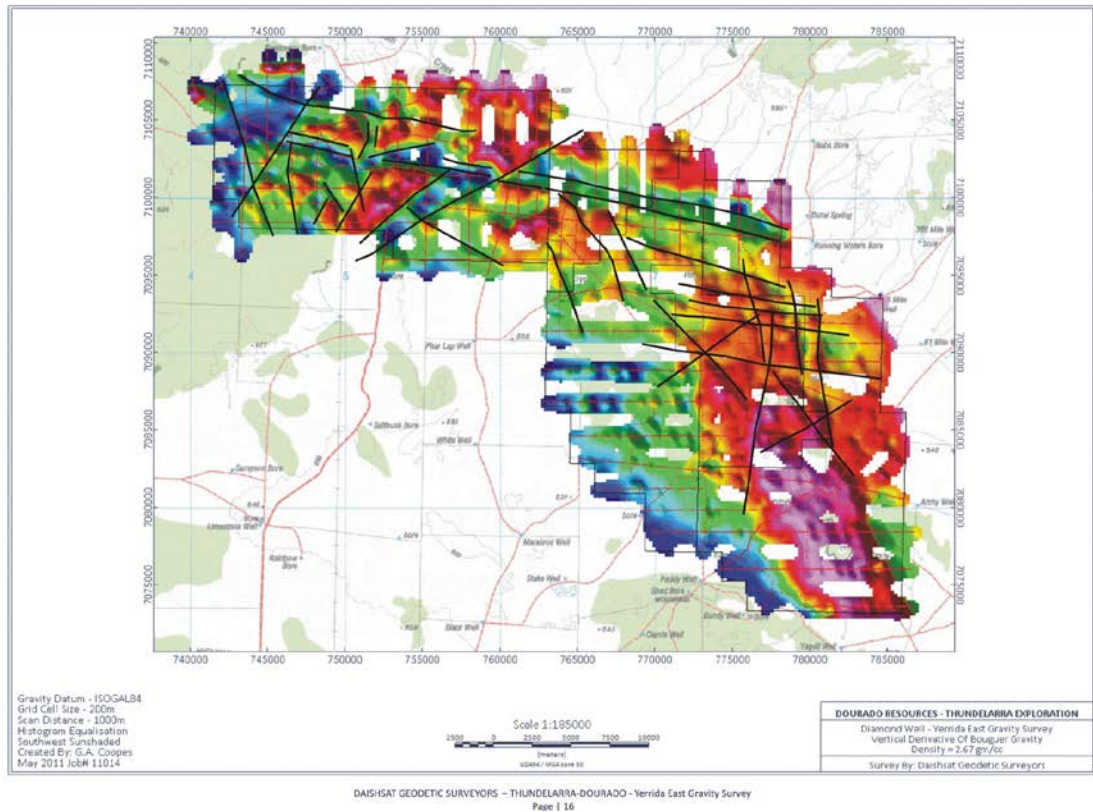


Figure 3 – Gravity Survey Map showing colour-contoured density trends and interpreted linear structures from Vertical Derivative of Bouguer Gravity

An initial RAB drilling program within identified Geochemical Zones 1, 2, 5 and 6 began in September. This first stage campaign comprised 48 drill holes for a total of 2774 metres across anomalous areas for copper and gold resulting from analysis and interpretation of the soil geochemistry, geology and geophysics. This RAB program was completed on existing tracks to confirm the geochemistry and geology of the initial widely-spaced auger and soil results. Another, larger RAB drilling campaign is planned for the southern tenements on specific structural and geochemical targets located away from tracks. This will necessitate a Permit of Works application for the proposed larger program to be submitted to DMP.

The first stage RAB drilling locations are shown on the map (Figure 4) below:

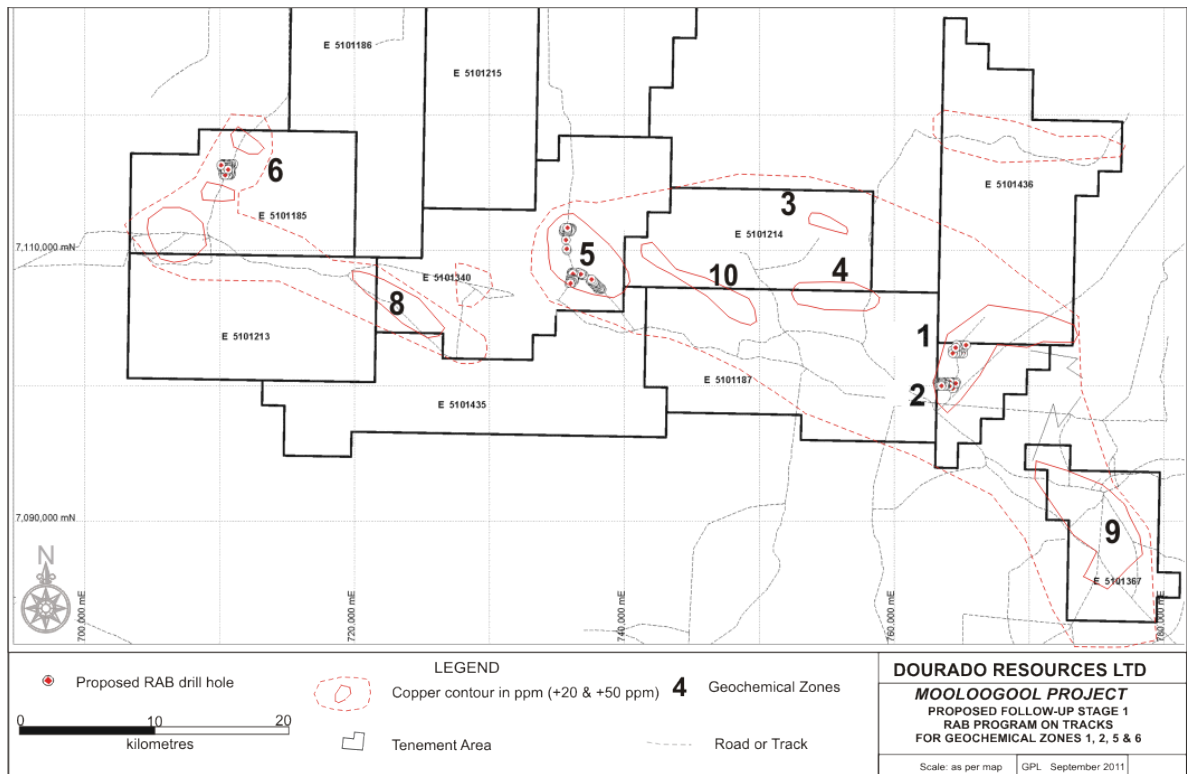


Figure 4 - Map of Mooloogool/Diamond Well tenements showing location of First Stage RAB program and Geochemical Zones.

Other Projects

Lennonville

Auger samples from tenements PL58/1343 and PL58/1376 at Lennonville were sent for assay during the quarter. Analysis and plotting of the gold assays has identified a NNW trending +15 ppb Au anomaly. There were no assays for copper or base metals completed for this initial program. See map (Figure 2) below:

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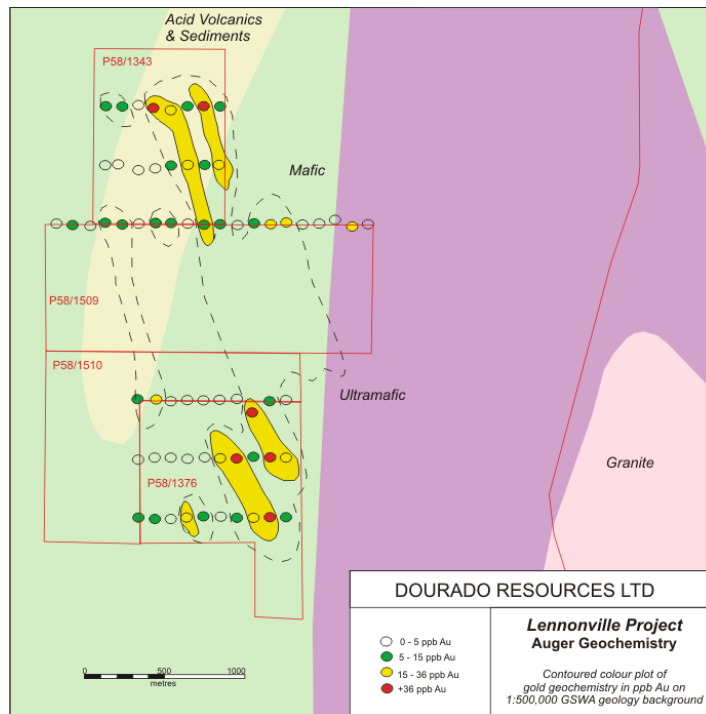
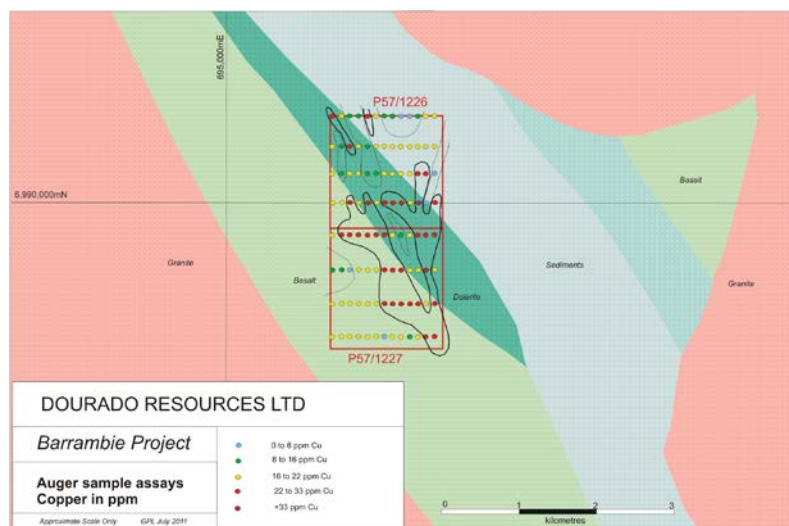


Figure 2 – Map of Auger Gold Geochemical Sampling (in ppb) at Lennonville

Follow-up sampling and analysis of potential drill targets will continue at Lennonville so that the next field campaign will comprise a RAB drilling program to investigate the gold and copper potential.

Barrambie

Barrambie Prospecting Licences P57/1226 and 1227 were sampled on E-W traverses 400m apart. Copper results have been plotted and show two strong NNW trends at + 22 ppm Cu which are sub-parallel and slightly oblique to the geological boundary between the dolerite and basalt units. The results of this program are currently being assessed for several different elements including gold, lead, barium and zinc with a view to planning follow-up RAB drilling. See map below:



Mainland

The Mainland Mining Lease M21/126 has been granted and initial work has begun on regional and historical exploration data analysis.

Corporate

Dourado Resources Ltd (“**Dourado**” or the “**Company**”) on the 26th July 2011 announced that its wholly owned subsidiary, Abbotts Exploration Pty Ltd (Abbotts) has entered into agreements with all other shareholders and option holders of Anuman Holdings Pty Ltd (Anuman), pursuant to which Abbotts has agreed to acquire all of the shares in Anuman and all of the options in Anuman that it doesn't already own. Consideration was the issue of up to 77,618,651 fully paid ordinary shares plus up to 100,000,000 listed options in Dourado in the same class as the existing listed options.

The acquisition of the balance of Anuman was completed after approval at the 7th September EGM and represents a significant and important investment by the Company.

At the Dourado EGM 7th September 2011 shareholders ratified an earlier issue of shares for the acquisition of Western Australian tenements E57/757 and P58/1462 from Auriferous Mining Pty Ltd ACN 075 343 574 for \$5,000 and 200,000 Shares and also approved the issue of \$5,000 and 200,000 Shares for Western Australian tenement E51/1491 from Joseph Bacci.

Dourado welcomes the appointments of Mr Graeme Allan as Non-Executive Chairman and Mr Shane Casley as Non-Executive Director. Mr Allan and Mr Casley will bring to the board extensive experience in the area of management and they both possess strong relationships with institutional investors.

Comment

It is common practice for a company to comment on and discuss its exploration in terms of target size and type. In addition surface sampling assays and drill sample results may also be discussed in the context of information describing the presence of anomalous mineral content. The above information relating to Exploration Targets should not be misunderstood or misconstrued as an estimate of Mineral Resources or Mineral Reserves. Hence the terms Resource (s) or Reserve(s) have not been used in this context. The potential quantity and grade is conceptual in nature, since there has been insufficient exploration to define a Mineral Resource. It is uncertain if further exploration will result in the determination of a Mineral Resource

Declaration

The information in this statement that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by independent consulting geologist Brian Davis who is a Member of The Australian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Mr Davis is employed by Geologica Pty Ltd and has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which is undertaken 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 Davis consents to the inclusion in the report of the matters based on the information made available to him, in the form and context in which it appears”.