

27 October 2009

FIRST ASSAYS FROM FALUN DRILLING CONFIRM HIGH GRADE GOLD MINERALISATION

Drake Resources (ASX: DRK, “Drake”) is pleased to announce that the first assays for the drilling programme at Falun, Sweden, for Holes 03-09 and 06-09, confirm the presence of high grade gold reported previously in historic assays.

Selected intercepts include

- **11.6 m @ 61.2 g/t gold, 1.2% copper and 0.09% bismuth** from 57.0 m (Hole 06-09); including **0.75 m @ 887 g/t gold, 5.92% copper and 0.7% bismuth;**
- **21.4 m @ 6.8 g/t gold, 0.9% copper and 0.07% bismuth,** from 16.6 m (Hole 03-09); including **0.6 m @ 91.4 g/t gold, 1.6% copper and 0.8% bismuth; and**
- **32.8 m @ 1.8 g/t gold, 0.5% copper and 0.02% bismuth,** from 51.8 m (Hole 03-09)

Drilling at the Falun copper-gold-zinc deposit is now well underway. To date, eleven sites have been drilled for a total of 1360 metres.

The Eastern Copper-Gold Zone has two initial targets; the gold-copper mineralisation of the Johannes Lucas area and the depth extent of the siliceous copper ore.

Seven holes along two traverses across the Johannes Lucas zone have been completed. A further hole is planned to test the depth extent of this shallow mineralisation. Four holes have also tested the depth extent of the siliceous copper ore.

The majority of these holes have intersected zones of disseminated pyrite and chalcopyrite. Localised zones of massive sulphide (up to 1 m intersections) composed of chalcopyrite and pyrite with rare sphalerite are dispersed within the disseminated zone. Veins with chalcopyrite, pyrite and bismuth are typically gold bearing. The vein gangue mineralogy is composed predominantly of quartz, biotite and gedrite.

The assays received for the first two drill holes in the Johannes Lucas gold-copper area have been received, and provide considerable support that the previous gold assays are valid. All intercepts for these holes are listed in Table 1 and depicted in the drill section.

Table 1. Summary of New Falun Drilling Intercepts

Drill hole	From (m)	To (m)	Length (m)	Gold (g/t)	Copper (%)	Bismuth (%)
DDH03-09	16.62	37.76	21.14	6.91	0.92	0.07
<i>Including</i>	<i>28.30</i>	<i>28.80</i>	<i>0.60</i>	<i>91.40</i>	<i>1.56</i>	<i>0.78</i>
	51.76	85.80	31.61	1.77	0.48	0.02

Drill hole	From (m)	To (m)	Length (m)	Gold (g/t)	Copper (%)	Bismuth (%)
DDH06-09	57.00	68.55	11.55	61.16	1.22	0.08
<i>Including</i>	<i>62.70</i>	<i>63.45</i>	<i>0.75</i>	<i>887.0</i>	<i>5.92</i>	<i>0.65</i>
	78.55	83.55	5.00	1.27	0.66	-
	94.58	101.28	6.70	0.83	0.23	-

These intercepts has been calculated using a 1 g/t Au equivalent cut off and maximum of 2 metres of internal waste. No top cuts have been made. Au equivalents based on the metal prices of 22 October, namely a gold price of US 1058 / oz and a copper price of US 6565 / t.

The exceptional grade in Hole DDH06-09 is contained within a 0.75 metre intersection at 887g/t gold.

Seven of the holes completed have been dispatched for analysis.

A further seven holes are yet to be completed.

Drake's Managing Director, Dr Bob Beeson, said "Drake and its partner, Royal Falcon Mining, are very pleased with the first assays from the Falun drilling programme. The new assays provide confirmation both that the high grade historic gold results are valid, and that the gold mineralisation extends below the previous near-surface drilling".

"It is also pleasing that the mineralisation extends over a distance down hole of 70 metres in drill hole 03-09".

"The drilling is ongoing, and we are still waiting for the majority of the assays from the drilling completed to date. These data will better define the distribution of this mineralisation along strike and at depth".

The overall drilling programme comprises twenty diamond holes, for a total of 3,600 metres, testing the large volumes of remnant mineralization in the Eastern and Western copper-gold ore bodies at Falun. Drake has advised the market of the potential of this mineralisation in releases earlier in 2009.

The Falun mine operated from approximately 700AD until 1992. Almost no systematical assaying for gold was completed during this period. The exception to this is some of the last drilling completed in the Johannes-Lucas area of the mine, in 1990 and 1991.

Significant intersections of gold and copper were encountered during this earlier programme, including:

- 20/1990: 15.2m @ 9.3 g/t Au (7.0 g/t cut to 30 g/t)
- 40/1990: 37m @ 23.6 g/t Au (3.5 g/t cut)



Sweden - Falun Location Map

The Falun copper-gold mine forms part of the Bergslagen Joint Venture with Royal Falcon Mining in Sweden.

-ENDS-

For further information, please contact:

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Corporate Information

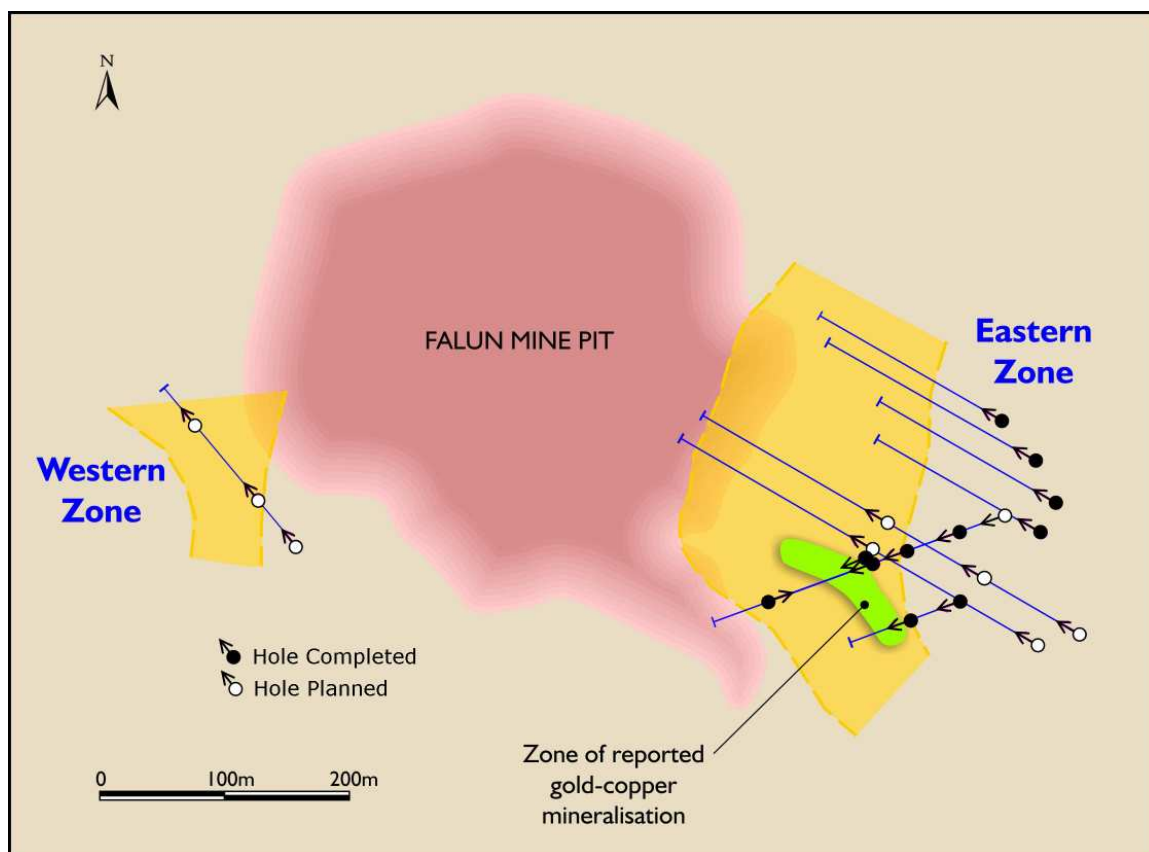
Directors

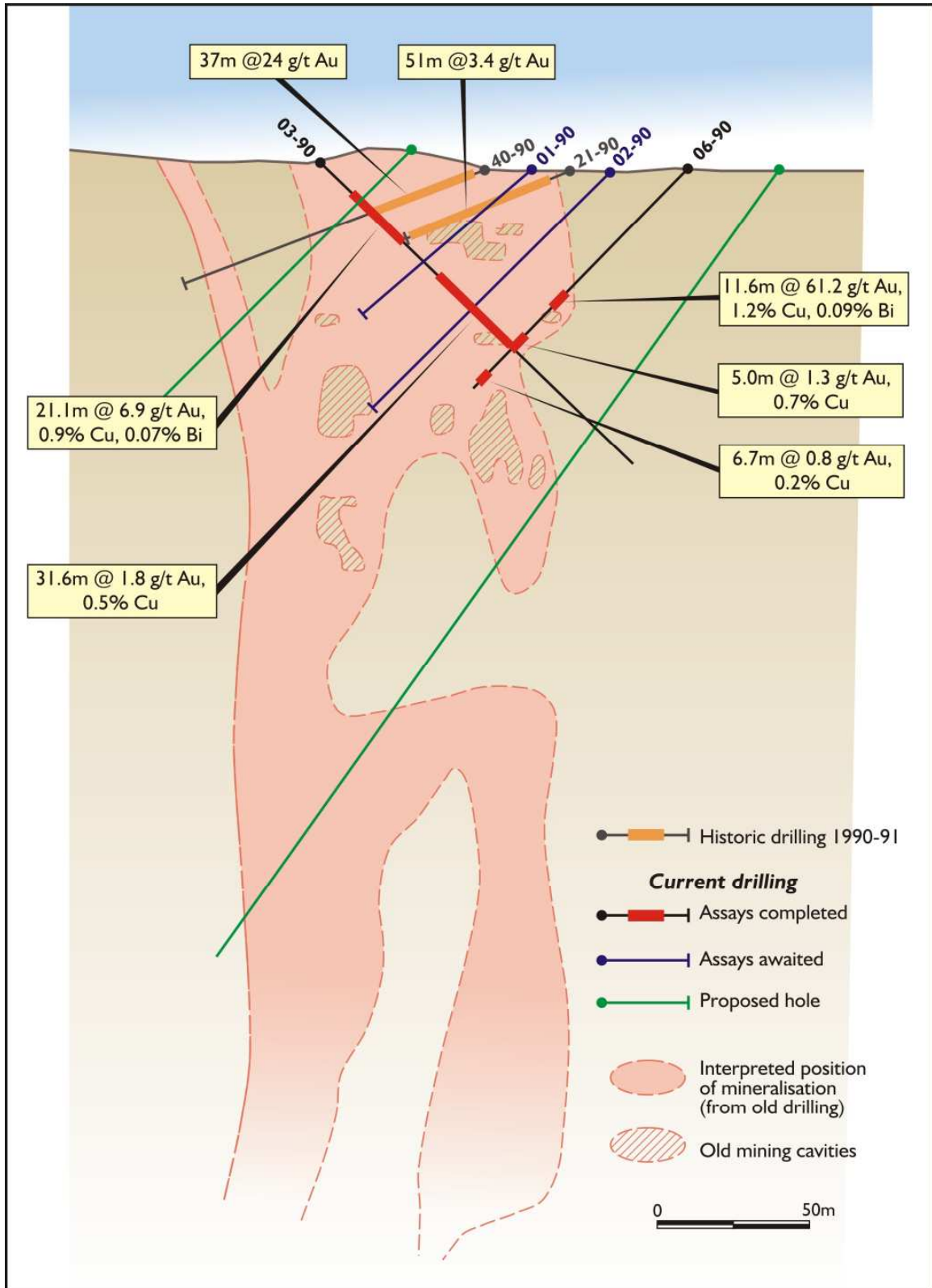
B Fraser	Non-Executive Chairman
Dr B Beeson	Managing Director
J Stephenson	Non- Executive Director & Company Secretary

Issued Capital

As at the date of this report the issued capital of the Company is comprised of:

42,438,445 fully paid ordinary shares
 27,197,000 listed options





Falun - Drilling Results



Photograph 1. Silicified vein with chalcopyrite (gold colour) and bismuth (silver colour).



Photograph 2. Silicified vein with chalcopyrite and pyrite

About Drake Resources

Drake Resources (ASX: DRK, “Drake”) is a base metals and gold/silver explorer with advanced projects in Sweden and Australia.

In the four years since listing on the ASX, Drake has established a robust portfolio of projects. Drake’s competitive advantages include a premier position in the world-class Falun copper-zinc belt in Sweden, an experienced technical team with a successful track record, and a pipeline of projects and opportunities.

Drake’s objective is to become a successful and profitable exploration and mining company. The Company aims to achieve this goal by pursuing exploration and mining opportunities and exploring high quality projects in a technical, cost-effective manner.

Currently, Drake is focused on advancing its Scandinavian projects. Drake considers that copper, zinc and gold ores remain within the historic Falun Mine area and have put in place a program to assess the economic potential of remaining ore and new ore bodies. Recent rock chip samples at Digertäkt indicated exceptional zinc grades (up to 27%) and drill testing is underway to locate additional areas of interest.

Drake is in joint venture with Royal Falcon Mining LLC at its Falun and Bersbo Projects, Royal Falcon Mining is a jointly owned company between Golden Rim Resources Ltd and the PAL Group, a subsidiary of Royal Group, based in the United Arab Emirates. Royal Falcon has to spend US\$3 million to earn 51% of the projects; the projects remain 100% Drake prior to Royal Falcon earning this interest.

The information in this report that relates to Exploration Results, Mineral Resources, or Ore Reserves is based on information compiled by Dr Robert Beeson. Dr Robert Beeson 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, and is a member of the Australian Institute of Geoscientists. This qualifies Dr Beeson 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 Robert Beeson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.