

3rd December 2009

Ms E Harris
Senior Adviser, Issuers (Perth)
ASX Markets Supervision Pty Ltd
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Ms Harris

GASCOYNE RESOURCES LIMITED – TENEMENT ACQUISITION

Gascoyne Resources Limited (**Gascoyne**) raised funds of \$5,229,900 pursuant to its Prospectus dated 26 October 2009 (**Prospectus**).

On the basis of the funds raised under the Prospectus, Gascoyne confirms that it has satisfied all condition precedents and settled the Tenement Acquisition Agreement between the Company, Gascoyne Resources (WA) Pty Ltd, Helix Resources Ltd and Giralia Resources NL on the basis outlined in Schedule B of the Solicitors Report as contained in the Prospectus.

Gascoyne has issued 16 million shares to Helix Resources Limited to acquire their tenements [E09/1079; E09/1325; P09/425 and P09/426] and 12 million shares to Giralia Resources NL to acquire their tenement [E09/1088]. Giralia's Exploration Licences 52/2343 and 52/2348 will be transferred to Gascoyne when granted.

If you have any queries please contact the undersigned.

Yours faithfully



G DUNBAR
Managing Director