

ASX MEDIA RELEASE
7 November 2011

Market Update

Chapada Gold Project, Brazil

BBX Holdings Limited (ASX: BBX) is pleased to announce the results from the initial review of data from previous reports and work conducted by Anglo Ashanti Gold and IAM Gold has concluded with the following highlights:

- Historical results demonstrate significant potential for a bulk tonnage low-medium grade gold deposit amenable to open pit mining with additional potential for high grade underground mining.
- Numerous artisanal mine workings to depths of 110m below surface are concentrated along a northeast trending zone extending over a 700m strike length, from a total length of worked areas of 2.8 km.
- Results of initial metallurgical test work show gravity recoveries in excess of 80% and combined gravity plus cyanide leach recoveries of 96%.
- A final report was lodged with the DNPM (Mines Department) in 2002, application to convert into a Mining Right will be lodged as soon as practical.

Commenting on the review, Brazil based Director Michael Schmulian said:

“The Chapada property offers excellent potential for open-cut ore over the area of previous rudimentary underground mining, particularly in the southern portion of the mineralised trend where only limited garimpeiro activity has taken place. In addition, the property offers a potential high-grade underground mining opportunity below the old workings and down the interpreted plunge direction to the north. Once BBX has completed satisfactory due diligence and received necessary approvals, it is proposed to systematically drill-test the property via a program of shallow RAB or RC drilling and deeper diamond drilling.”

Summary of Results from Review

Location, access and infrastructure

The 7000ha tenement covering the historic Chapada gold workings is located approximately 200km south of Palmas, the capital of Tocantins state, on the outskirts of the town of Chapada de Natividade.

Access from Palmas is by the sealed TO-050 state highway. Palmas is served by twice-daily one-hour commercial flights from the Brazilian capital, Brasília.

The climate in the region is tropical, covered by savannah-style vegetation. Land use is dominantly for cattle ranching and local corn and soya cultivation.

The town of Chapada de Natividade provides basic services, including grid power and workforce accommodation. The regional centre, Natividade (pop. 10,000) is located 20km from the project by sealed road. Natividade offers a full range of services including hotel accommodation, hospitals, banks and schools. There is a strong mining culture in the region and it is anticipated that a local workforce will be readily available.

Topography is relatively flat and low-lying, approximately 320m above sea level.

Geological setting

The Chapada deposit is located in the Goiás Massif within the Tocantins Tectonic Province which separates the Amazon and São Francisco cratons in central Brazil.

The deposit is hosted in a small outlier in the Natividade-Almas-Dianopolis-Conceição greenstone belt of Paleoproterozoic, or possible Archean age.

The mineralisation, comprising generally coarse free gold locally associated with disseminated arsenopyrite and graphite is hosted in quartz-biotite-sericite-(garnet) schists extensively intruded by sheared and dismembered pegmatite dykes. The mineralisation, located within a prominent sub-vertical shear zone occurs in quartz veinlets and zones of silicification varying from 0.2m to 4m in width within a 5-10m wide envelope, along a strike length of approximately 700m.

Structural analysis suggests that the mineralisation plunges flatly to the north, opening up potential for untapped mineralisation at relatively shallow depths to the north of the current mining activity.

History and exploration results

Mining has been carried out by informal miners (garimpeiros) since 1985 via approximately 40 vertical shafts, ranging in depth from 60 to 130m. Water inflows and an extensive collapse in 2008 have hampered mining activities, with only 4-5 shafts currently active. Treatment of hand-selected material by rudimentary gravity recovery methods has yielded an estimated 300,000 ounces of gold at a mean grade of >20g/t.

Exploration conducted initially by Anglo American Corp. and subsequently by Iamgold Ltd. and Rio Gameleira Ltda. (Iamgold-Anglogold Ashanti JV) comprises 37 diamond drill holes within and immediately below the garimpeiro workings and a programme of shallow RC drilling along the northern extension of the main mineralised zone.

Diamond drill hole locations are shown in figure 1 and assay results in table 1.

Due to the highly spotty nature of the coarse gold mineralisation the drill assays should be regarded as indicative only. A number of intersections containing coarse visible gold returned assay results of only 1-6g/t, the portion of the core containing the visible gold having been retained and the other half submitted for analysis. Similarly, a number of drill holes which failed to intersect significant mineralisation intersected sections of the deposit which, in subsequent garimpeiro mining activities yielded grades in excess of 20g/t.

Metallurgical test work

Results of initial metallurgical test work show gravity recoveries in excess of 80% and combined gravity plus cyanide leach recoveries of 96%.

Treatment options

In the light of the apparent relatively high historic recovery rates obtained by garimpeiros using highly rudimentary gravity methods and gravity recoveries in excess of 80% in exploratory test work, a low-cost gravity-only treatment route may be feasible. A treatment plant could either be built on site or a possible toll treatment opportunity be pursued at a 2Mtpa plant under consideration to be built by Rio Novo Inc., 60 km to the west at Almas.

Tenement status

Iamgold filed a positive Final Exploration Report at the DNPM (Brazilian Mines Department) in 2002 as part of the process of converting the existing exploration tenement into a Mining Right. This report still awaits DNPM approval. It is anticipated that this approval will be granted once the DNPM is formally requested to expedite the process.

Current Activities

BBX has signed an option to acquire 51% of the Chapada Gold Project with the right to acquire up to 80%. The option is valid to 31 January 2012, during which time BBX will conduct due diligence including all technical, legal and environmental issues and seek approval from its shareholders and the joint venturer.

BBX has commenced due diligence on the Chapada Gold project and Ouro Belo tin-indium project (as announced to the ASX on 11 April 2011). BBX is also advanced in pursuing other mature mineral properties in South America. The Company expects to be in a position to announce further information in relation to Chapada and Ouro Belo in the coming weeks.

If due diligence is successful and the Company elects to exercise the option to acquire an interest in Chapada and/or Ouro Belo, the ASX has indicated that the Company will be required to re-comply with Chapters 1 and 2 of the listing rules as if it were applying for quotation for the first time.

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Disclaimer

Data used in this announcement was sourced from prior work undertaken by the vendor at the said property. At the time of this announcement, BBX Holdings Ltd had not independently verified analytical results of vendor. BBX Holdings Ltd has no reason to believe the information supplied in this announcement is not accurate and reliable.

Competent Persons Statements

The information in this report was reviewed by BBX director Mr Michael Schmulian, who is a Fellow of The Australasian Institute of Mining and Metallurgy (F.AusIMM). Mr Schmulian 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 Schmulian consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

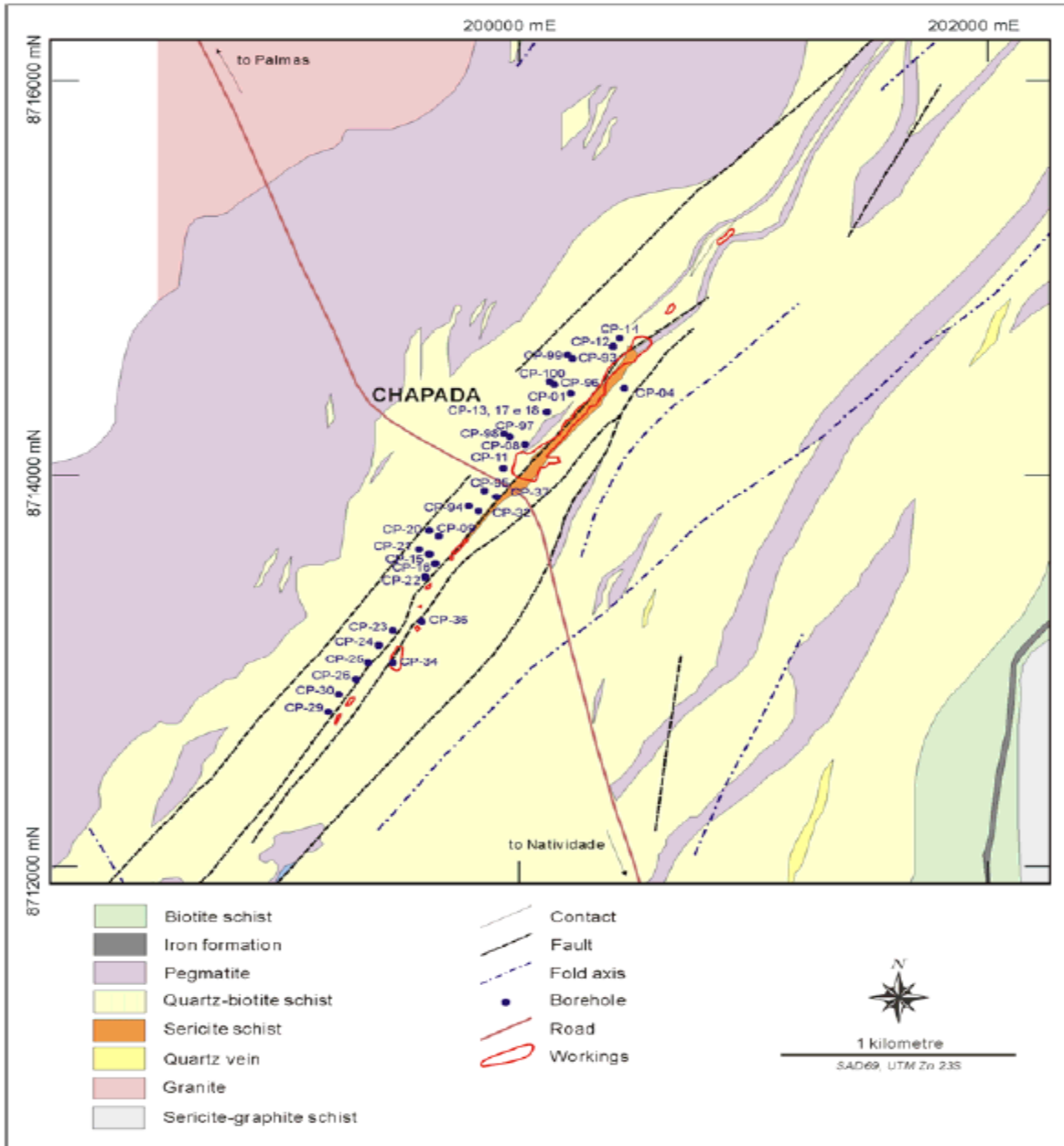


Figure 1 - Geology and gold occurrences at the Chapada prospect

Hole ID	Location	From (m)	To (m)	Width (m)	g/t Au
CP-04	Main Chapada Zone	163.30	164.46	1.16	2.24
		217.34	218.36	1.02	2.17
CP-08	Main Chapada Zone	118.00	119.21	1.21	6.56
		147.38	149.64	2.26	1.08
CP-12	Main Chapada Zone	111.00	112.00	1.00	1.30
CP-13	Main Chapada Zone including	138.92	140.19	1.27	2.25
		144.62	146.00	1.38	1.72
		162.33	170.35	8.02	1.85
		162.33	163.54	1.21	2.26
CP-14	Main Chapada Zone	168.36	170.35	1.99	5.56
		81.81	82.81	1.00	1.04
		127.10	130.00	2.90	1.25
CP-17	Main Chapada Zone	133.00	135.00	2.00	2.21
		136.15	137.30	1.15	1.21
		142.50	144.10	1.60	1.08
CP-18	Main Chapada Zone including	154.93	155.44	0.51	1.51
		167.85	173.10	5.25	2.01
CP-09	Chapada South	171.10	173.10	2.00	3.33
		89.9	119.1	29.12	1.01
		89.9	96.1	6.22	1.23
CP-15	Chapada South	104.6	108.8	4.20	2.50
		80.0	81.0	1.00	1.95
CP-16	Chapada South	119.9	122.2	2.25	2.53
		78.90	82.90	4.00	1.15
CP-20	Chapada South	137.6	139.0	1.40	2.6
		143.8	147.42	3.62	1.82
CP-21	Chapada South	104.4	105.6	1.20	2.7
		120.2	133.95	13.77	1.19
		148.96	150.10	1.14	1.37
CP-22	Chapada South	36.6	38.9	2.30	1.40
		48.50	49.50	1.00	1.16
		57.8	59.6	1.80	1.55
		65.15	67.00	1.85	16.57
CP-25	Chapada South	60.70	64.42	3.72	1.27
		76.65	77.98	1.33	2.18
CP-28	Chapada South	76.48	78.30	1.82	1.85
CP-31	Chapada South including and	72.8	88.5	15.6	2.70
		80.0	82.6	2.60	8.80
		82.6	85.6	3.00	3.90
CP-33	Chapada South	70.50	71.62	1.12	1.45
		96.95	101.13	4.18	1.13
CP-34	Chapada South	75.34	80.73	5.39	1.11
CP-35	Chapada South including	125.92	139.02	13.10	1.18
		125.92	126.94	1.02	7.88
CP-36	Chapada South	78.38	80.86	2.48	5.29
CP-37	Chapada South including	60.49	64.09	3.60	2.49
		61.10	61.50	0.40	17.30

Table 1. Diamond drill assay results >1g/t