

ATTILA EXTENDS CONVERTIBLE NOTES FOR UP TO AN ADDITIONAL 2 YEARS

Attila Resources Limited (“Attila” or the “Company”) (ASX: AYA) is pleased to advise that it has entered into an agreement with its convertible note holders to extend the term of its convertible notes for up to an additional 2 years with the expiry date now 26 June 2016 or, if the Company elects, 26 June 2017. Further, Attila has agreed with the noteholders to defer the payment of interest on the notes until redemption. The other key terms of the extension are contained in the schedule to this announcement.

Board and Executive Changes

Attila has also implemented further changes to its executive and Board structure to better align the composition and remuneration of the Board with the future corporate direction of the Company.

Attila’s Directors have agreed to defer all of their fees until such stage as the Company is adequately funded in order to preserve the Company’s cash. The CEO will continue to work on 50% of his salary. The Directors and CEO have reached agreement to minimise/reduce current and contingent liabilities with all employees, officers, contractors and service providers.

As part of further cost cutting measures the Company has decided to reduce the number of directors to the statutory requirement of 3. As a result, Mr Russell Clark has elected to resign given his increased work commitments.

The Board of Attila would like to thank Russell for his contribution to Attila and wishes him well with his future endeavours.

Update on Magni Bid

Attila remains in discussions with Magni Resources Inc regarding its unsolicited bid for the Kodiak Coking Coal Project (**Project**). The Company understands that Magni remains in discussions with interested parties for funding of the acquisition of the Project. Attila will continue to keep the market updated.

Suspension in Trading of Attila’s Securities

The financial viability of the Company depends on the successful sale of the Kodiak Project and/or the Company securing an alternative funding solution should Magni be unable to confirm financing for the acquisition is unconditional. Accordingly, the Company requests that its securities are suspended from trading until 31 July 2015. The Company is not aware of any reason why its securities should not be suspended or of any other information necessary to inform the market about the suspension.

For further information please contact:

Scott Sullivan, CEO: +61 (0)0427698693

Head Office

Suite 23, 513 Hay Street, Subiaco WA 6008
PO Box 1311, Subiaco WA 6904
Phone +61 (8) 6142 0989
Fax +61 (8) 9388 8824
Email admin@attilaresources.com
ABN 53 142 165 080

Schedule – Key Terms of Extended Convertible Notes

Maturity Date	26 June 2016, however the Company can elect to extend the Maturity Date to 26 June 2017.
Interest	All interest payable for the interest period ending 26 June 2015 will be capitalised. No interest will accrue from 26 June 2015.
Redemption Premium	In place of interest, a "Redemption Premium" will be payable as follows: (a) during the period from 26 June 2015 to 26 June 2016: 15% of the total amount owing under each note; or (b) during the period from 26 June 2016 to 26 June 2017 (if the Company elects to extend the Maturity Date): 30% of the total amount owing under each note. If the notes are not converted into shares on or before the Maturity Date, the Redemption Premium must be paid by the Company: 50% in cash and 50% in shares (based on an 85% VWAP). If the notes are converted on or before the Maturity Date, the Redemption Premium will convert into shares at the Conversion Price.
Conversion Price	The conversion price has been adjusted to \$0.20.
Conditions	Shareholder approval for the conversion of the notes at the adjusted Conversion Price will be sought by the Company at a meeting to be held in due course. The Company is also required to appoint US based advisors to assist with the funding or sale of the Project.