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**ASX/Media Release
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Diamond Drill Hole ODSDH001, Oak Dam South Project Terminated at 993.8 Meters

Melbourne, 16 June 2011 - Argo Exploration Ltd (**'Argo'**; **ASX Code 'AXT'**) announced today it has been advised by Xstrata Copper Exploration Pty Ltd (**Xstrata Copper**) that the first diamond drill hole of the joint venture's current campaign, ODSDH001 has been completed at 993.8 meters. The drill rig is now being prepared for relocation to Winjabbie East prospect to commence the next hole of the program.

ODSDH001 passed into basement consisting of generally 'unaltered' Donnington Suite granite, granite pegmatite and quartz-feldspar-biotite banded gneiss from 808.0 meters to end of hole.

A detailed evaluation of the core geology is in progress to better assess elements potentially contributing to the residual gravity feature comprising the 3-D modelled Oak Dam South target.

The second drill hole in the current campaign is expected to commence this week at Winjabbie East project. Here, the objective is to further drill test a residual gravity feature known from Argo's earlier drill hole IHAD8 to be associated with a mineralised IOCG alteration system overprinted by intense calc-silicate alteration.

Because 3-D modelling by Xstrata Copper suggests that Argo's drill hole IHAD8 'grazed' the margin of the 3-D feature, and that IHAD8 returned several meter increments in excess of 1% copper and ranging up to 2.8% copper, it is presently anticipated that the current drill hole into the core of the anomaly may deliver significantly better results.

Drilling into the core of the residual gravity feature at Winjabbie East is expected to provide valuable additional information regarding the extent and nature of the feature first targeted with the drilling of diamond drill hole IHAD8.

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ABOUT ARGO EXPLORATION

Argo Exploration Limited ('Argo'; ASX Code 'AXT') is a junior exploration company searching for IOCG, gold, uranium and base metal deposits in prospective locations of the Gawler Craton, South Australia. Argo is a focused explorer searching for world-class ore deposits within two key project areas, namely Intercept Hill and Toondulya.

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Compliance Statement

The information in this report that relates to exploration results, mineral resources and ore reserves is based on information compiled by Dr HK Herbert, who is a Member of the Australasian Institute of Mining and Metallurgy. Dr Herbert has sufficient experience which is relevant to the styles of mineralization and types 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' Dr Herbert consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.