



ASX Shareholder Report

April 2, 2007

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*Terramin is a
dedicated
base metals
company focused
on developing zinc
mines close
to infrastructure.*

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Terramin to raise \$10.8 million in placement & SPP

Terramin Australia Limited (Terramin, ASX Code: TZN) is pleased to announce that it has successfully undertaken a placement of 3,525,600 shares at \$1.65 per share to raise \$5.8 million.

The placement which was arranged by Austock Corporate Finance Limited has been made to new and existing institutional and sophisticated investors pursuant to section 708 of the Corporations Act 2001. Settlement on the placement shares will occur on 5 April 2007.

Terramin also intends to undertake a Share Purchase Plan (SPP) of up to \$5 million which is to be underwritten by Austock Corporate Finance Limited. Under the SPP each eligible shareholder will be entitled to apply for up to \$5,000 of Terramin ordinary shares at a price of \$1.65 per share. The record date for the SPP is today, 30 March 2007. Details of the SPP will be contained in documentation which will be sent to shareholders shortly.

"We encourage existing shareholders to take this opportunity to acquire additional shares as the company enters a significant growth phase," Terramin's executive chairman, Dr Kevin Moriarty, said today.

On completion of the placement and SPP, Terramin will have 91 million shares on issue and all new shares will rank pari passu with existing shares.

"Participants in the placement came from existing institutional shareholders and the company welcomes a number of new investors from both Australia and overseas to the register" Dr Moriarty said.

"The net funds raised from the placement and SPP will be used for working capital, in particular drilling and pre-feasibility work on the large Tala Hamza zinc deposit in Algeria and to commence development at the Angas Zinc Project for which the terms of the Investec Bank (Australia) Limited project finance facility are being finalised."



Jol Jardine – Angas Zinc Mine Manager on site at Strathalbyn