



ASX Shareholder Report

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*Enquiries on this
report
or the Company
business
may be directed to:*

*Dr Kevin Moriarty
Executive Chairman
08 8213 1415
0408 173 157*

*Website Address:
www.terramin.com.au*

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

Terramin Australia Limited
ABN 67 062 576 238

Address
Level 22, Westpac House
91 King William Street
Adelaide SA 5000
Australia

Telephone
61 (0) 8 8213 1415
Facsimile
61 (0) 8 8213 1416

Institutions back Terramin's Algerian zinc project with \$21 million placement

Terramin Australia Limited (ASX Code: TZN) is pleased to announce that it has successfully raised \$20.9 million with an institutional placement to fund the further evaluation of its world class zinc project in Algeria.

Terramin has placed 6,555,000 shares at \$3.20 per share to raise \$20,976,000 before costs. The placement was facilitated by Austock Corporate Finance Limited and includes major Australian, Asian, European and North American investors.

On completion of the placement, Terramin will have 99,324,574 ordinary shares on issue. The new shares will rank equally with existing shares.

The net funds raised will be used to accelerate the drilling and pre-feasibility program at the Oued Amizour zinc project in northern Algeria, and for working capital.

Terramin's Executive Chairman, Dr Kevin Moriarty, said the Oued Amizour project now ranks as the most promising of upcoming zinc projects in the world at the present time.

"As highlighted in recent announcements, drilling on the margins of the already very significant Tala Hamza zinc/lead resource of 55 million tonnes has intercepted additional thick high grade mineralisation," Dr Moriarty said.

"There are no similar size deposits with the benefits of rapid and low cost development flowing from Tala Hamza's favourable location to power and transport infrastructure," he said.

"Our institutional supporters have visited the site in Algeria over recent months and were keen to invest in this exciting project. Several major investors have also been buying on market as shown by the recent significant shareholder notices."

"Terramin will use the funds raised to expand its programme to determine the extent of Tala Hamza resources, including mobilisation of a fourth drilling rig. It will also accelerate the scoping and feasibility studies with the appointment of an internationally accredited engineering group imminent.