



ASX Shareholder Report

August 13, 2007

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*Terramin is a
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focused on
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Tala Hamza – Scoping and Pre-Feasibility studies - Letter of Intent signed

Terramin has signed a Letter of Intent with WorleyParsons for the Tala Hamza scoping and pre-feasibility studies.

The proposed team that includes Golders Associates contemplates that a complement of 20 project engineers and technical specialists plus support staff will be designated to the studies, with an estimated 25,000 man-hour allocation.

WorleyParsons and Golders Associates have been selected from an original sixteen party invitation list, with reviews and risk assessments by both client and contractor conducted over a twelve week evaluation period.

WorleyParsons and Golders were chosen because of their strong credentials and North African experience, which are critical to successful delivery of the studies.

WorleyParsons are currently, or have recently been, engaged on the Century Zinc Mine project extension and the Olympic Dam expansion project. The proposed team has experience in environmental impact assessment submissions in Algeria. WorleyParsons has a North African office.

Both parties have provided services to the Tala Hamza project during the last year, in particular Golder Associates who have reviewed historic geological data and consulted on resource estimation including JORC compliance.

WorleyParsons and Golders have agreed to commence work immediately pursuant to the terms of the Letter of Intent, while the terms of a formal services agreement are finalised.

Upon successful negotiation of a final services agreement, the agreed deliverables will be completion of the scoping study by calendar year end 2007, and completion of the pre-feasibility study by August 2008.