



ASX Shareholder Report

24 June 2008

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

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Successful \$16.5 million capital raising to fund ongoing Terramin expansion

Terramin Australia Limited (ASX: "TZN") will continue to expand its minerals resource base and acquire new projects with funds from the Company's successful \$16.5 million Share Purchase Plan which was jointly underwritten by Austock Corporate Finance Pty Ltd and Commonwealth Securities Limited (CommSec).

Terramin said today it had allocated 4,852,942 shares at a price of \$3.40 per share to participants in the Share Purchase Plan and to the Company's institutional shareholders acting as sub-underwriters.

Dr Kevin Moriarty, Terramin's Executive Chairman, said that the fully subscribed raising showed recognition of the value of Company's growth portfolio.

"These funds raised will be used to expand the existing resource base in Australia and Algeria, and to fund the acquisition of new projects," he said

At the new Angas zinc mine near Adelaide, Terramin has commenced process plant commissioning and operator training, with design process plant throughput scheduled to commence on 14 July 2008.

At the new Menninnie (Nonning) tenement, also in South Australia, an IP crew has already been mobilised to complete an initial program of up to 30 line km.

In Algeria, at Terramin's flagship Tala Hamza zinc project, the last diamond hole for inclusion in the priority Indicated resource estimate data base has been completed, with geological logging in progress.

A drill site is being prepared for the first hole beyond the current limits of the 55 million tonne Tala Hamza deposit.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr. Robert Singer, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Singer is Chief Geologist and a full time employee of Terramin Australia Limited. Mr Singer has sufficient experience which is relevant to the style of mineralisation and type 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 Exploration Results, Mineral Resources or Ore Reserves'. Mr. Singer consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.