



ASX Shareholder Report

18 March 2009

Enquiries on this Report
or the Company Business
may be directed to:

Dr Kevin Moriarty
Executive Chairman

+ 61 8 8213 1415
+ 61 408 173 157

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 8 8213 1415

Facsimile
+61 8 8213 1416

Zinc and Lead Boost at Tala Hamza

The potential to extend high-grade resources at the Tala Hamza deposit in Algeria has been confirmed by a new drill hole that intersected a thick lead and zinc zone on the southern margin.

Several parties from Asia and Europe have entered into negotiations with the Company to fund the feasibility studies, the initial stage of mine development, and support project financing.

Analytical results have just been received for hole TH044 drilled at the south eastern edge of the 59 million tonne Indicated and Inferred Tala Hamza Resource. The hole was targeted to replace an earlier hole (OA63) drilled by ORGM, which intersected 20.4 m @ 3.5% Pb+Zn but had stopped in ore due to drilling difficulties and was effectively a limiting hole for the deposit.

The hole intersected 68m @ 10.5% Pb+Zn, a significantly increased thickness of mineralisation at more than double the grade predicted by the resource model. Importantly, much of the intersection has high lead assays with individual results up to 20% Pb/metre.

This result is expected to increase both grade and areal extent of resources at Tala Hamza.

The intersection reveals excellent upside because the high-grade mineralisation appears to have been cut-off at its base by a fault. Future drilling will explore for the displaced mineralisation, but the first priority is to target additional high-grade resources in the immediate vicinity of holes TH044 and TH015, as shown on the diagram below.

Dr Kevin Moriarty, Terramin's Executive Chairman, commented that the results confirmed that the deposit continued to the south beyond the current drilling, "We have enough resources for a mine at this time, but this allows us to plan for a bigger and longer life operation. It is timely because we are about to receive the prefeasibility report into the first-stage mine, and we want to include contingency for a larger operation in the feasibility study."

He added, "The Company is rapidly advancing funding for the project, including provisional construction finance, with parties who recognise that the current share price is not reflective of the value of the project at this stage."



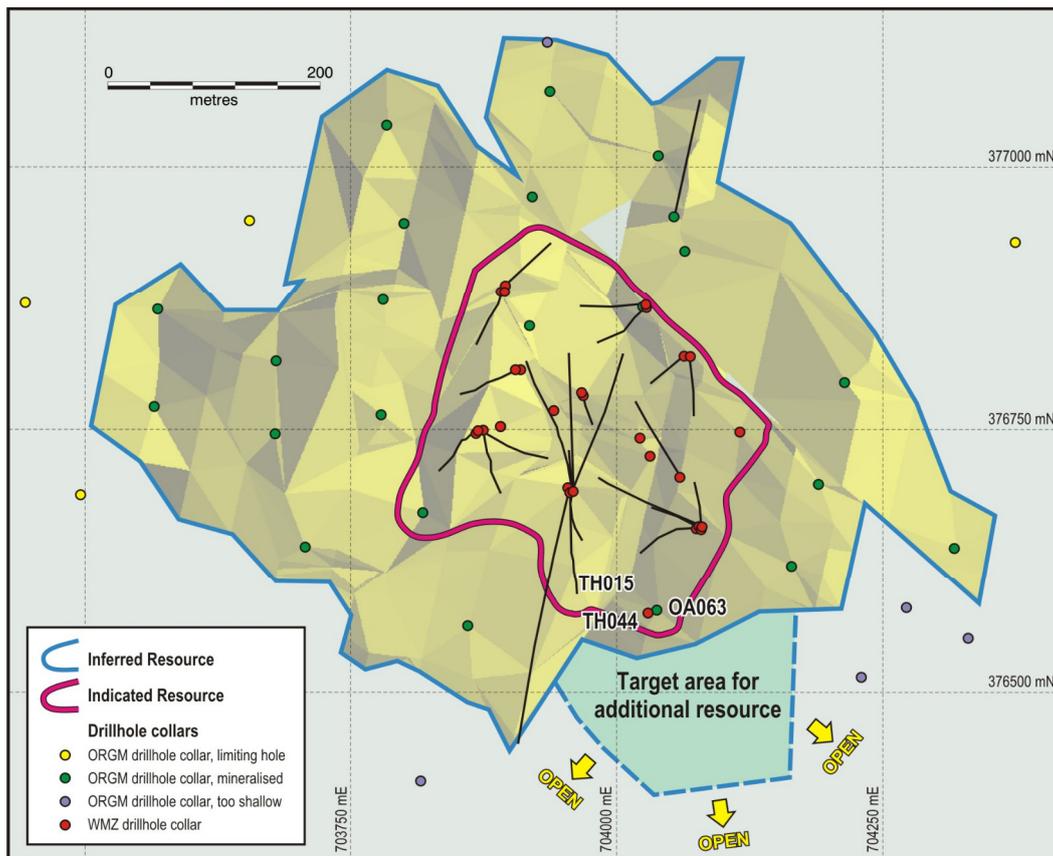
Summary drill results for hole TH044

Total mineralised interval						
Hole ID	From (m)	To (m)	Width (m)	Pb%	Zn%	Pb+Zn%
TH044	544.25	612.2	67.95	3.59	6.93	10.52

Note: Total mineralised interval is quoted at 1% Pb+Zn cut-off.

Hole ID	Easting	Northing	RL	Azimuth	Dip	Total Depth (m)
TH044	704035.6	376578.5	263.0	Vertical	-90	633

Plan view of the Tala Hamza Resource and additional target area



The information in this report that relates to Exploration Results and Mineral Resources 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 that is relevant to the style of mineralization and type of deposit under consideration and to the activity that 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.