Jabiru Metals
LIMITED

4 January 2006
Ref ASX002 GC 06

The Australian Stock Exchange
Company Announcements Office
Level 6
20 Bridge Road
SYDNEY NSW 2000

Dear Sirs

Jaguar Project Approval

The Directors of Jabiru Metals Limited ("**Jabiru**") are pleased to advise that they have formally approved the development of the Jaguar Copper / Zinc Project located 65km north of Leonora in Western Australia.

The final step in committing to the development of the Jaguar Project was completion of the $81 million funding package including both debt and equity components. The final Condition Precedent for the ANZ Debt Facility was the provision of the equity contribution which has now been completed.

The debt and equity funding now available to Jabiru fully funds the Company through to production at the Jaguar Project including a planned $5 million per year expenditure on exploration. The completion of the funding package also vindicates the Boards decision in November to begin mining of the boxcut and complete construction of the Jaguar Project camp ready for construction.

The Company is very pleased to now be in a position to immediately advance the development of the Jaguar Project and the Exploration programme.

Yours faithfully

Gary Comb
Managing Director
Jabiru Metals Limited

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