



Mithril Resources Ltd

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The Board of Directors of Mithril Resources Ltd advises on the following exploration progress.

Barrow Creek Joint Venture (BHP Billiton earning 59.25%, Mithril Resources 15.7% and Goldstrike Exploration Inc in combination with Imperial Granite and Minerals Pty Ltd 25%)

Drilling will commence this weekend at the Barrow Creek Joint Venture within the Northern Territory. It will comprise approximately 1000 metres of combined reverse circulation and diamond drilling and will test two bedrock electromagnetic conductors, situated down dip of nickel copper mineralization drilled by previous explorers. The southern of the two conductors has a strike extent of 300 metres (open to the south) and the northern conductor has a strike length of 100 metres. The previous exploration identified disseminated and massive nickel sulphide and copper mineralization hosted within and adjacent to a body of mafic rocks over a strike extent of 1.5 kilometres. The best mineralization was intersected in drill hole DDH1BC comprising **0.91 metres at 4.65% Ni and 1.4% Cu (Prospect D)**.

A regional airborne electromagnetic survey (990 line kilometres) has also been completed. The geophysical data are currently being processed prior to interpretation. The survey was designed to test for conductive bodies associated with a large gravity anomaly (3 kilometres by 6 kilometres) interpreted to be the main intrusive source to the narrow mineralised intrusive at Prospect D.

Parker Range W.A. (Mithril 100%) and Border Prospect JV N.T. (Mithril earning 80%)

Mithril has completed a soil geochemical sampling program at Parker Range in Western Australia. The program has in-filled the previous sample spacing within a number of large coincident nickel-copper anomalies associated with a mafic intrusive rock. The two larger anomalies (3 kilometres by 800 metres each) are localized on the north eastern and south western margin of a mafic intrusive rock. Analytical results are pending.

Mithril is earning an 80% interest in two leases (Border JV) within the Musgrave Province situated in the Northern Territory along the South Australia border. A regional soil sampling program is currently in progress covering an area of 2700 square kilometres which is considered prospective for nickel sulphide mineralization.

The drill results reported by Mithril insofar as they relate to ore or mineralization are based on information compiled by D R Miller (Member of the Australasian Institute of Mining and Metallurgy) who has a minimum of five years' experience in the field of activity being reported. It should not be assumed that the reported exploration results will result, with further exploration, in the definition of a Mineral Resource. Any exploration target sizes mentioned are conceptual in nature and do not imply that Mineral Resources have been, or will be, defined.

For further information please contact:

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