MITHRIL RESOURCES LIMITED

CHAIRMAN'S ADDRESS

Delivered at the 2003 annual General Meeting
Thursday 27 November 2003 at the Rendezvous Allegra Hotel, 55 Waymouth Street, Adelaide

Dear Shareholders

Before moving to consider the matters before the meeting today, I refer to the Chairman's Report in the Company's 2003 annual Report and would like to make some additional comments as follow:

As I mentioned in the Annual Report, very significant progress was achieved in the Company's exploration activities during the short history of the Company to June 2003. During that period a total of ten high-quality drilling targets was delineated on Company or Joint Venture exploration tenements and drilling activities are currently underway. David Miller, Chief Executive Officer of Mithril, will describe these activities in more detail later.

It is axiomatic that economic mineral discoveries are generally made by drilling high quality exploration targets and, I believe, Mithril is off to a very good start in the process of establishing a portfolio of quality drill targets.

In addition to quality exploration acreage the other essential feedstock for junior explorers is, of course, capital and the opportunity presented itself in September this year to issue shares at a normal commercial discount to market price and raise just over $1 million. The Board decided to take this opportunity and raise additional funds to support Mithril's activities. I must also point out that through our various joint venture arrangements the effective spending on Mithril's exploration projects is virtually double the amount that Mithril itself spends, thus significantly leveraging the Company's exploration investment. I can assure shareholders that for any capital raisings high priority is given, and will continue to be given, to doing so by way of share rights issues or share purchase plans in order that existing shareholders can participate, if they so choose, in such raisings. The September raising allowed the Company to quickly and efficiently add significantly to its cash reserves and extend its available exploration funding.

The nickel price remains firm and has increased some 70% since Mithril listed in late 2002. It is pleasing that Mithril shares have appreciated 90% since listing based on yesterday's closing price.

During the coming year exploration will be aggressively advanced on all of the Company's exploration tenements and the search for new, quality, nickel sulphide projects will continue. The purpose is to advance individual projects to the stage where they can be offered to BHP Billiton Minerals Pty Ltd for joint venture under the terms of the Company's strategic alliance with BHP Billiton.

With a small, dedicated and very experienced exploration team, good exploration areas and significant cash reserves, Mithril has all the ingredients for success in this notoriously difficult business.

Finally, I would like to thank my fellow directors for their support and good advice and David Miller and his very small team for their outstanding efforts during the Company's inaugural year.

John Roberts
CHAIRMAN