TELLUS RESOURCES LTD

Investor Presentation

February 2012

ASX Code: TLU

Contents

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The information in this material that relates to Exploration Results is based on information compiled by Mr David Ward who is a Member of the Australian Institute of Mining and Metallurgy. Mr Ward is a consultant to Tellus Resources Ltd and 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 of Exploration Results, Mineral Resources and Ore Reserves". Mr David Ward consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Company Summary

Listed 11th May 2011	ASX : TLU
Market Capitalisation	$5,230,000
Share price[1]	$0.20
Shares on issue	26,150,000
Unlisted Options	7,200,000
Cash[2]	$2,956,000

1. Closing Price 2nd February 2012
2. As at 31st December 2011

Tellus Resources Ltd is an ASX-listed minerals exploration company that has acquired a large tenement package in regional New South Wales prospective for Intrusive Related Gold Deposits (IRG).

A key part of the Company's strategy is to actively pursue the acquisition of, and/or participation in additional advanced resource projects.

The Company's Board and management have extensive networks within the mining industry which will assist in the search for additional projects and a proven track record with a strong mix of exploration, mining and corporate skills.

Board & Management

Tony Wehby – Chairman

Mr Wehby is a Fellow of the Institute of Chartered Accountants in Australia with more than 35 years professional experience. He was a partner with PwC for 19 years until 2000 .

Mr Wehby is the Chairman of ASX listed YTC Resources Ltd and has been a director of YTC since its listing. YTC has grown to have a market capitalisation of over $100 million. He was also previously a director of Harmony Gold (Australia) Pty Ltd.

Stephen Woodham – Managing Director

Mr Woodham has over 15 years experience in the mining and exploration industry . He has a successful track record of tenement acquisition, mining investment and commercial and cross-cultural negotiation.

He was a founding director of both Centaurus Metals Ltd and YTC Resources Ltd both successful ASX listed mineral exploration and development companies.

Richard Willson – Non-Executive Director

Mr Willson has a Bachelor of Accounting from the University of South Australia and is a member of CPA Australia.

He has worked in public practice and in various financial management and company secretarial roles within the resources and agricultural sectors for both publicly listed and private companies over the past fifteen years.

Mr Willson is currently Chief Financial Officer and Company Secretary with YTC Resources Ltd, and a Non-Executive Director of Taronga Mines Ltd and Unity Housing Ltd.

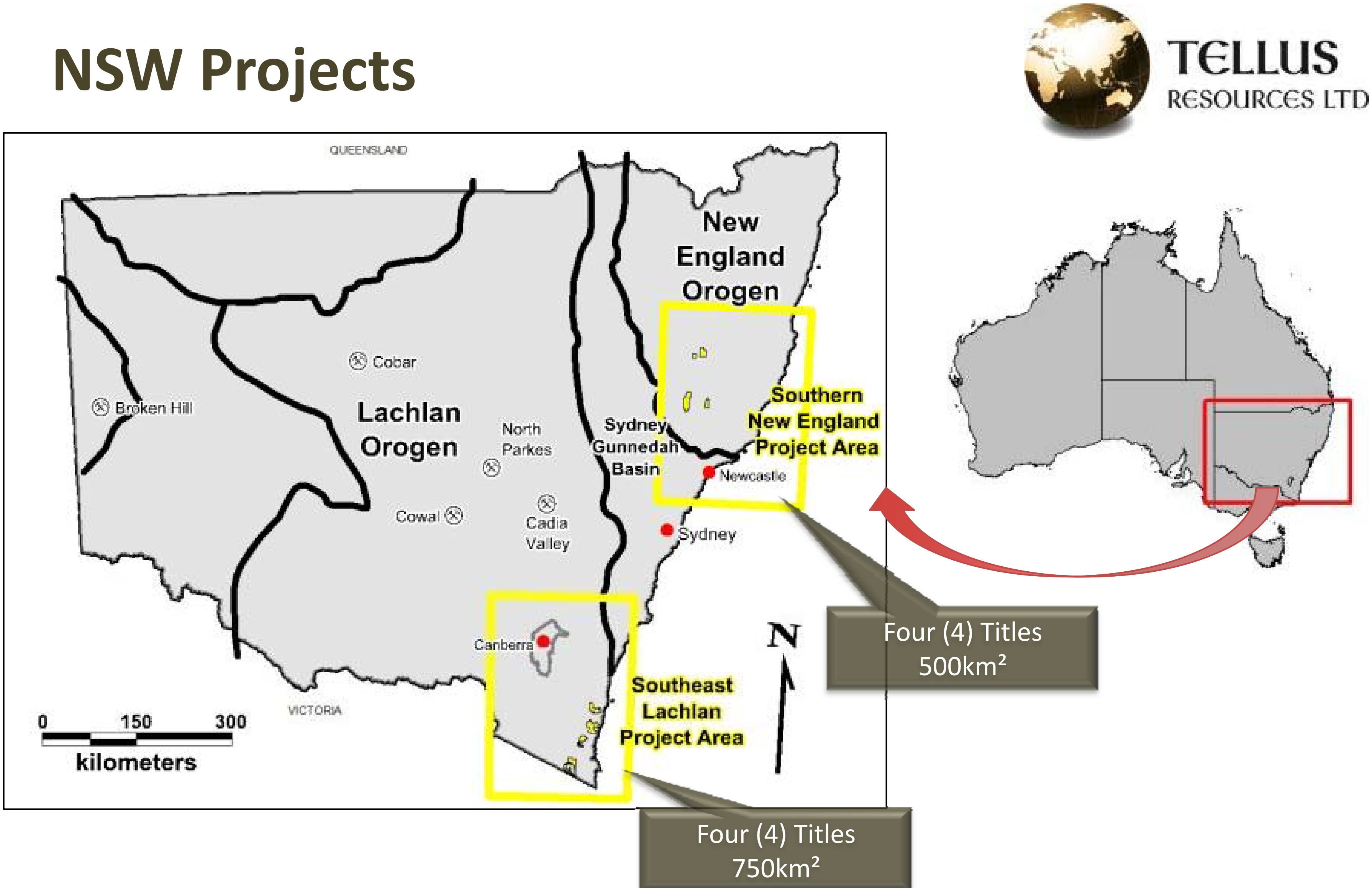
David Ward – Senior Exploration Consultant

Mr Ward is a geologist with over 15 years experience in the exploration and mining industry in New South Wales. He has gained considerable experience in mineral exploration most recently as Senior Exploration Geologist with Clancy Exploration Ltd since its listing in 2007.

Mr Ward spent five years with Newcrest Mining Ltd as a Mine Geologist in both the Cadia Hill Open Cut and Ridgeway Underground Operations as well as a Resource Definition Geologist on the massive Cadia East Deposit.

Mr Ward was a founding member of Centaurus Resources Ltd.

NSW Projects



Southeast Lachlan Project

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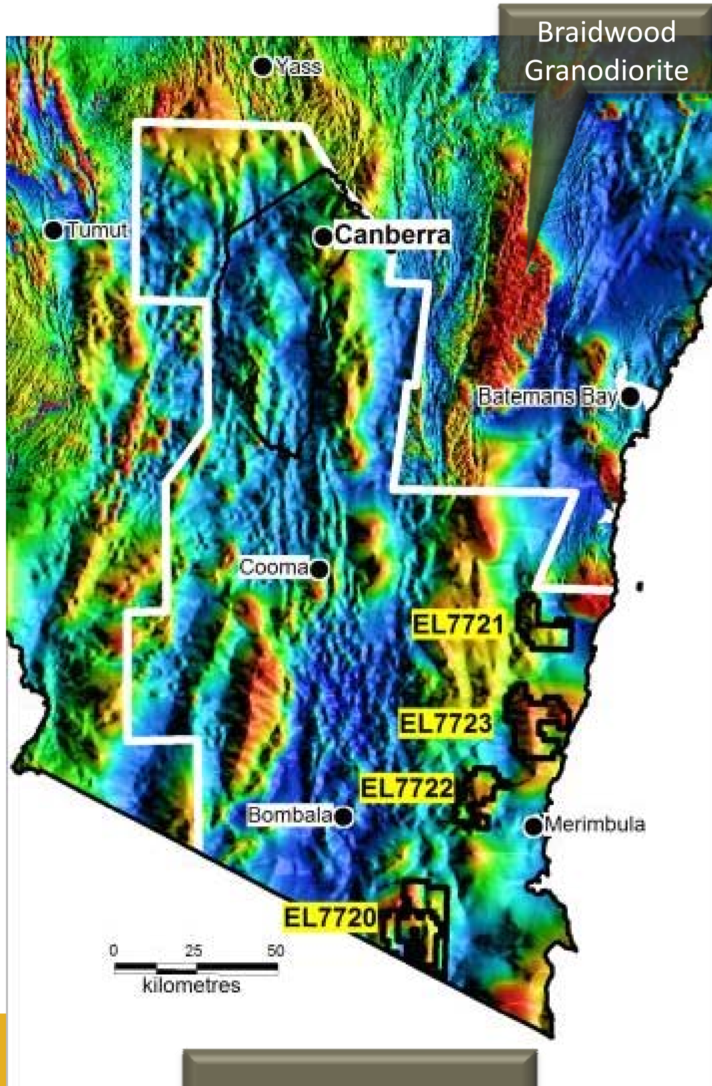
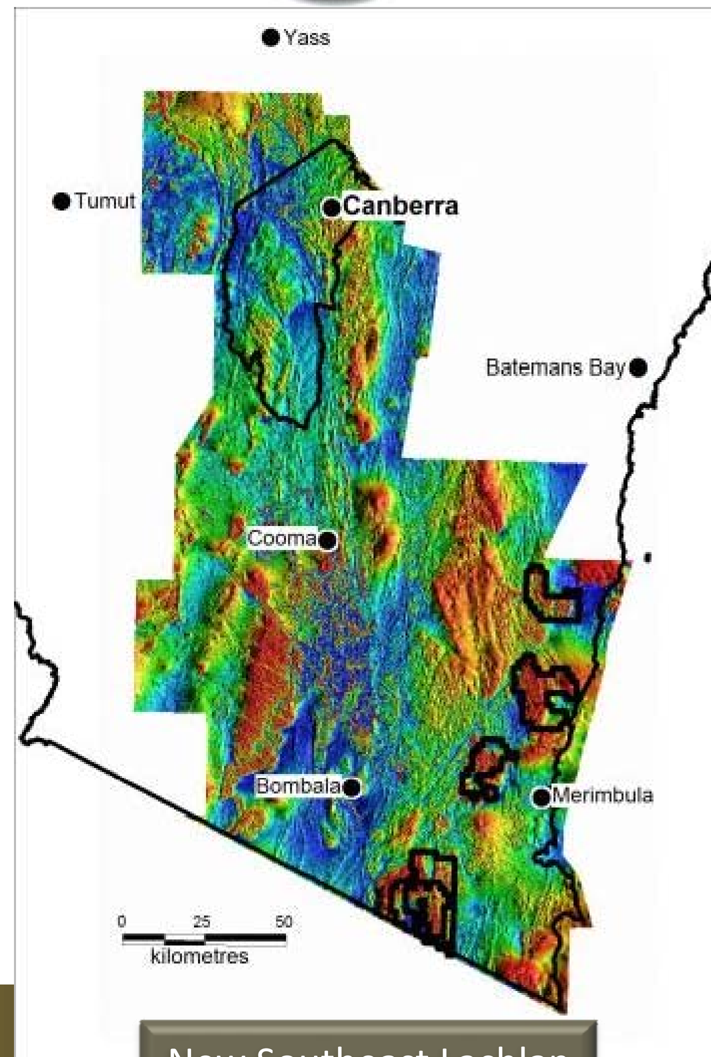


Old Magnetics

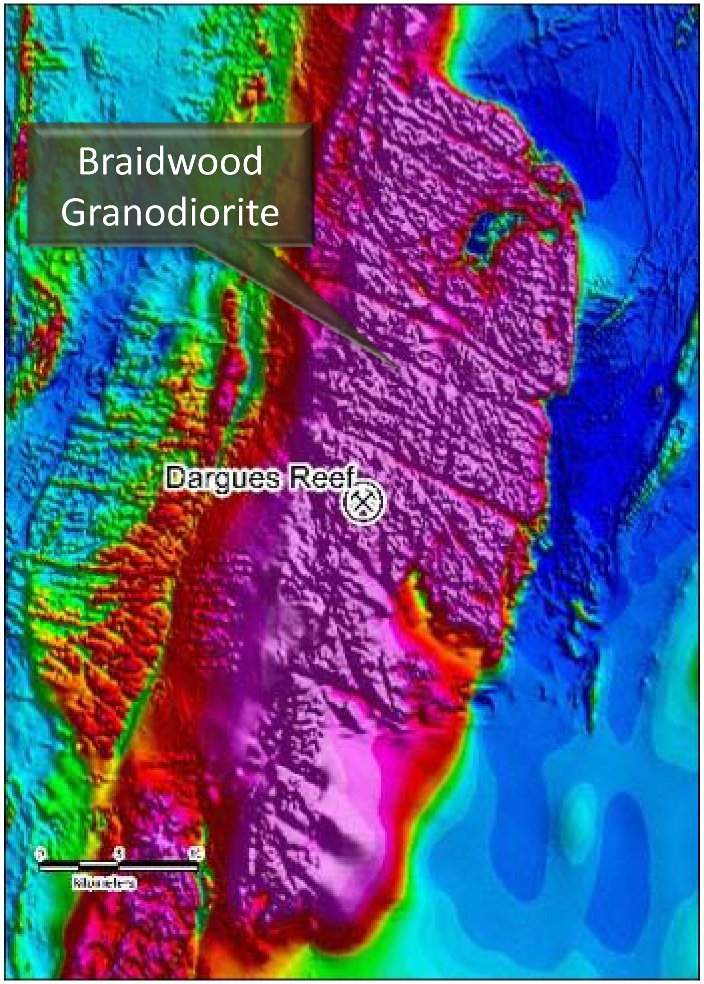
NSW Geological Survey - New Frontiers Initiative Data Released Sept 2010

Tellus early mover and holds 750km² prospective for Dargues Reef Style IRG Deposits

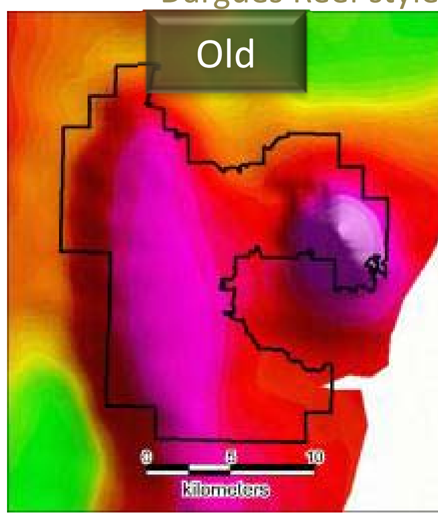


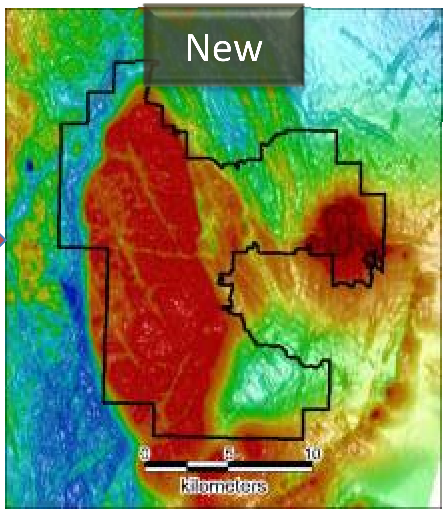
New Southeast Lachlan Magnetics

Southeast Lachlan Project

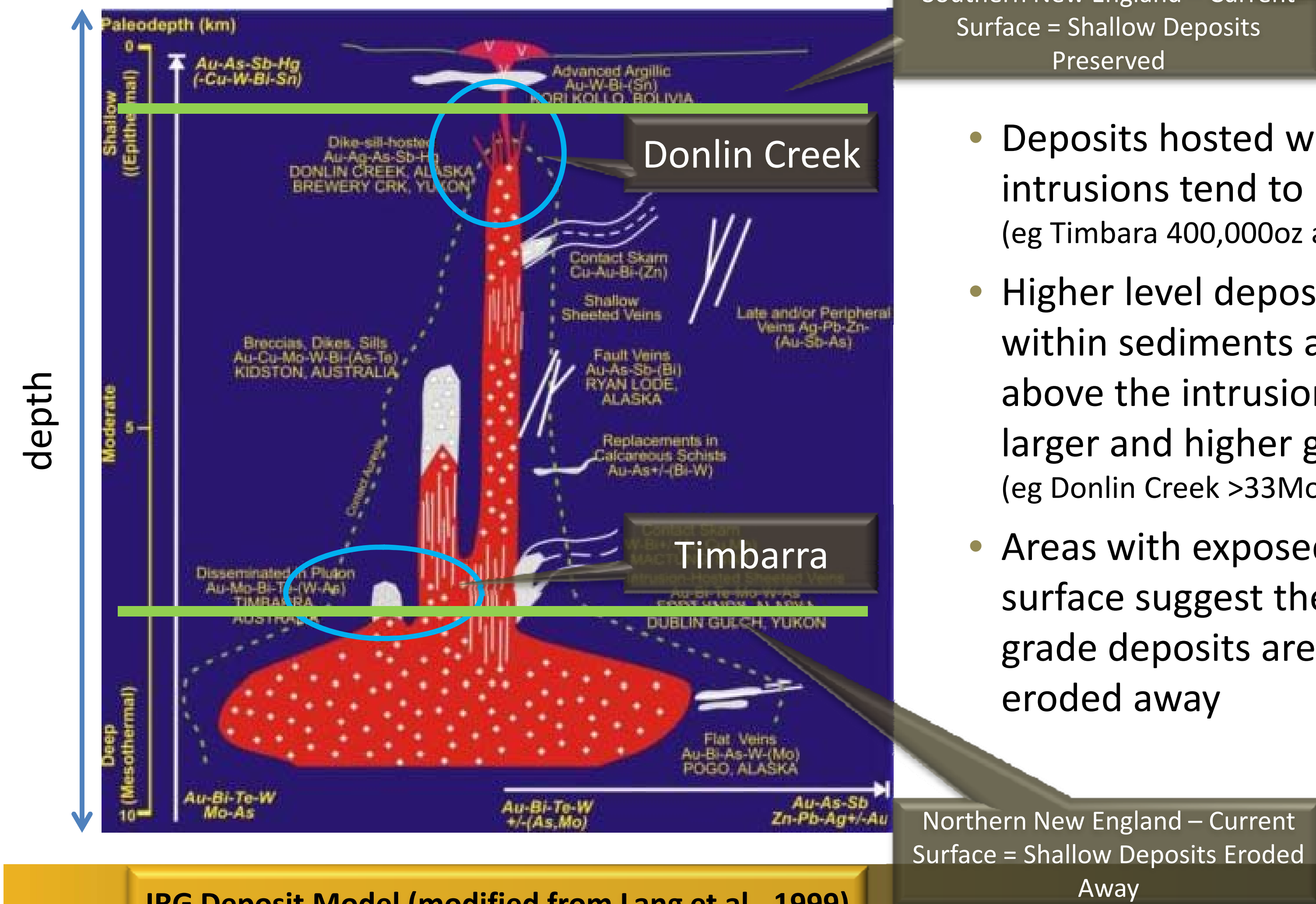


- Braidwood Granodiorite is a Magnetic Intrusion
  - Hosts Dargues Reef (327,000oz gold at 6.3g/t)
- NSW New Frontiers Aeromagnetics
  - Open file aeromagnetics survey - released in September 2010 by NSW State Government
  - New data clearly identifies additional magnetic intrusions in the area similar to the Braidwood Granodiorite
  - Tellus holds 750km² in four (4) titles prospective for Dargues Reef style 'IRG' mineralisation





Southern New England Project



IRG Deposit Model (modified from Lang et al., 1999)

- Deposits hosted within the intrusions tend to be lower grade
  (eg Timbara 400,000oz at 1.0g/t gold)
- Higher level deposits hosted within sediments and/or volcanics above the intrusions tend to be larger and higher grade
  (eg Donlin Creek >33Moz at 2.23g/t gold)
- Areas with exposed granites at surface suggest the larger higher grade deposits are likely to be eroded away

Southern New England Project

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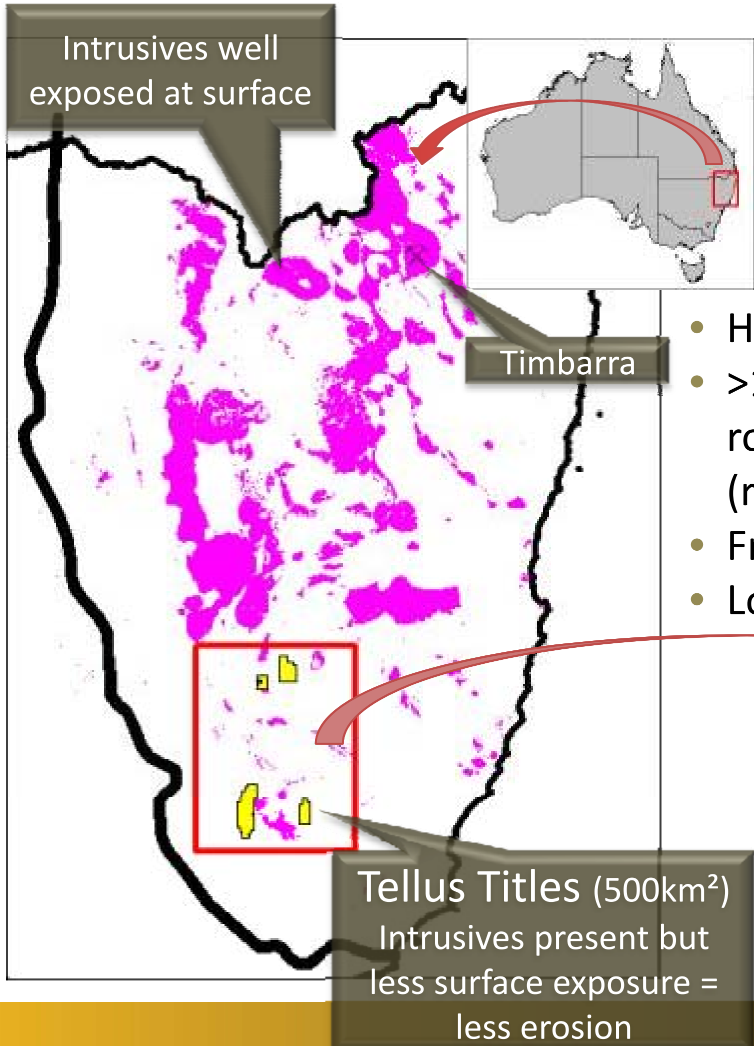
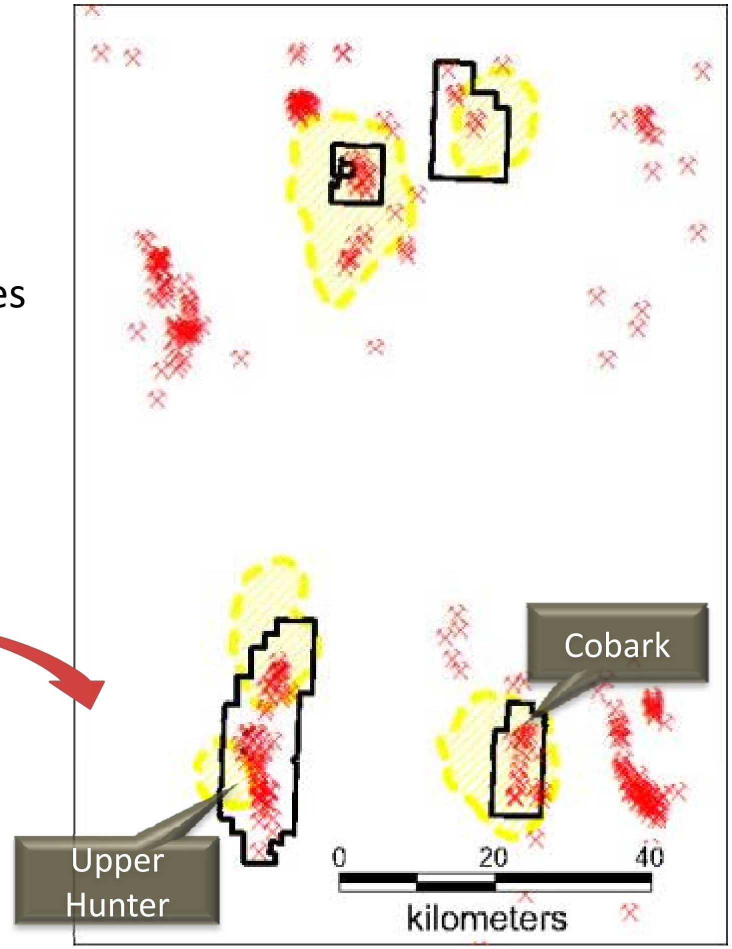
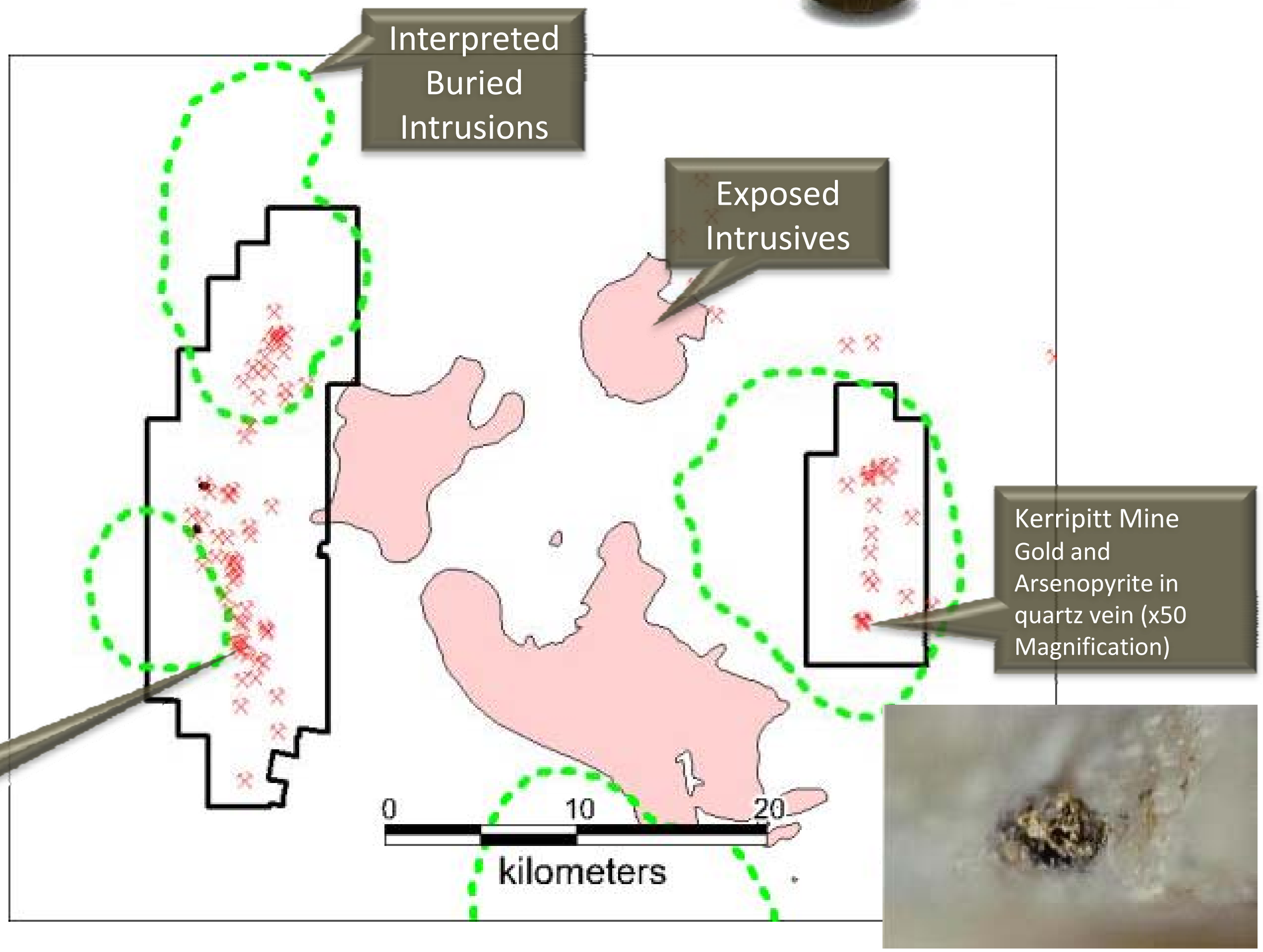


- High Level Intrusives
- >100 known hard rock gold workings (red symbols)
- Freehold
- Low sovereign risk



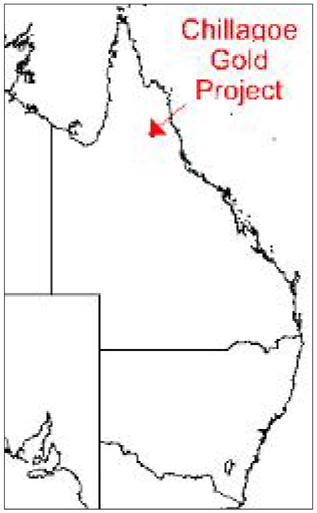
Southern New England Project

- No ‘modern’ exploration or drilling
- Gold veining associated with aplite dykes (intrusives)
- Underground face sampling at Standard and Mountaineer Reefs in 1996 returned grades up to 1,045g/t gold (33oz/t)



Chillagoe Gold Project

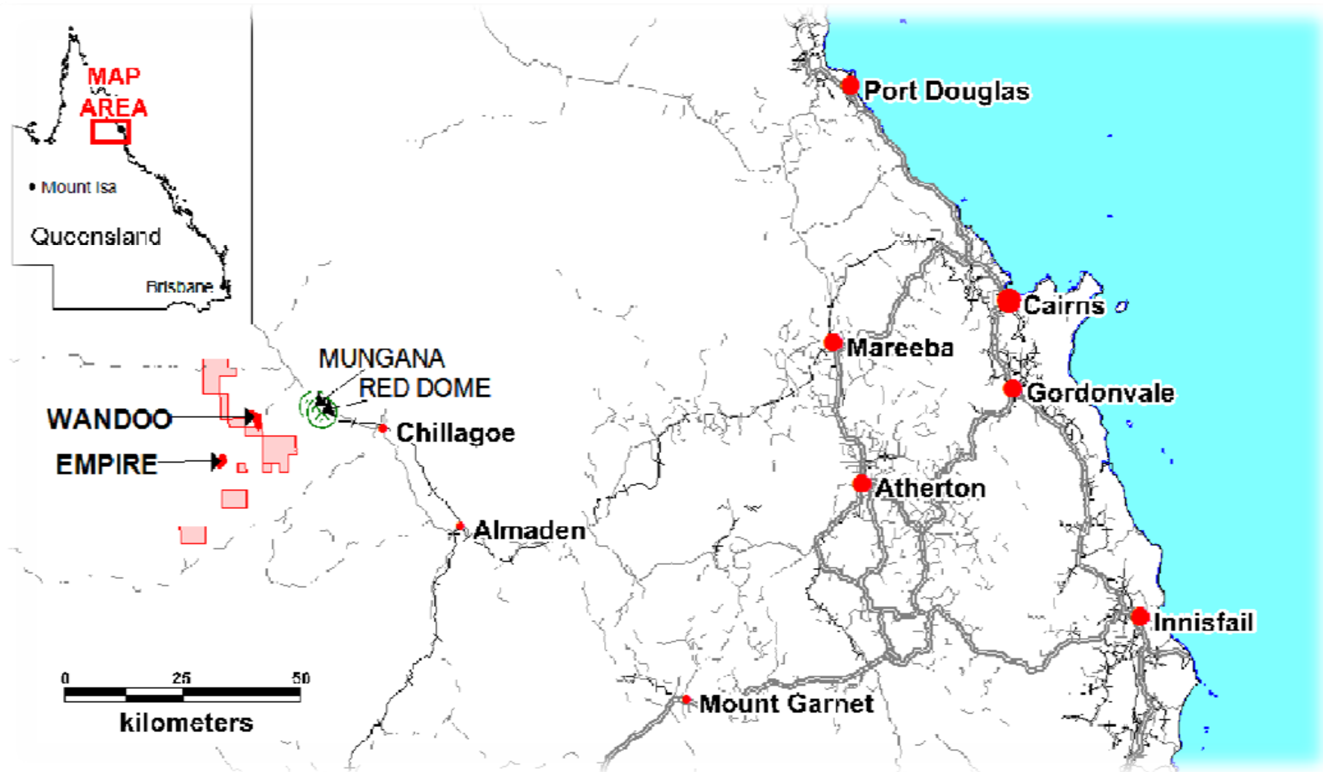
- Wandoo – Empire (IRG) North Queensland
  - *TLU to acquire 100%*
  - Acquisition Cost $6M (half cash/half shares)
    - $2M Upfront
    - Upon definition of a JORC indicated 300,000 ounce gold resource with a 3.0g/t cut-off, remaining $4M payable (half cash/half shares)
  - Intrusive Related Gold
  - Granted Mining Leases



- North Queensland is host to a number of world class Intrusive Related Gold Deposits (IRG)
  - Pajingo (>3M ounces gold)
  - Mt Leyshon (2.25M ounces gold)
  - Kidston (4.5M ounces gold)
  - Red Dome – Mungana (2.6M ounces gold, 255Kt copper, 33M ounces silver)
- Red Dome – Mungana (IRG)
  - Currently in production mining high grade zinc plus lead and copper
  - Development proposed on gold-silver resources (2.7M ounces)
  - Wandoo is 13km from Red Dome

Location

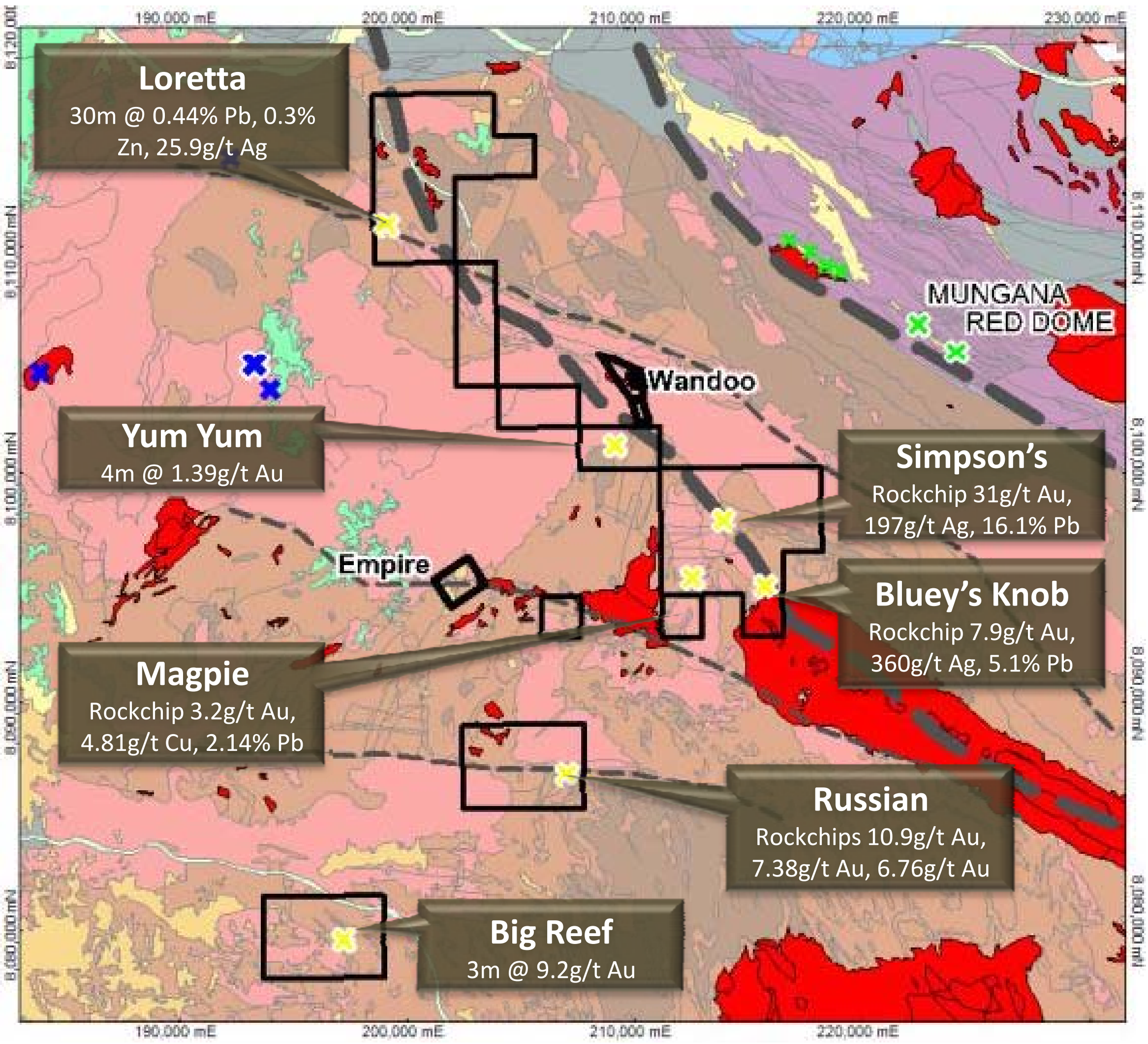
- **Chillagoe Gold Project** – located in Northern Queensland



Source: Tellus Resources

- 165 km west of Cairns
- Four (4) granted Mining Leases
- One (1) granted Exploration Permit (Minerals)
- Four (4) applications for Exploration Permit (Minerals)
- Tellus to acquire 100% from Premier Mining

Regional Geology



- Well known & understood mineralisation style
- Extensive early investigation work already completed
  - More than 15,000 metres drilled
  - Mining Leases Granted
  - Significant Exploration Upside
- Average hole depth at Wandoo (100m) & Empire (53m)
  - Red Dome has proven depth continuity to **>1000m**
- Late Carboniferous Intrusions (mineralisation source) shown in red
  - Locations of the intrusions is independent of the host rock

Highlights

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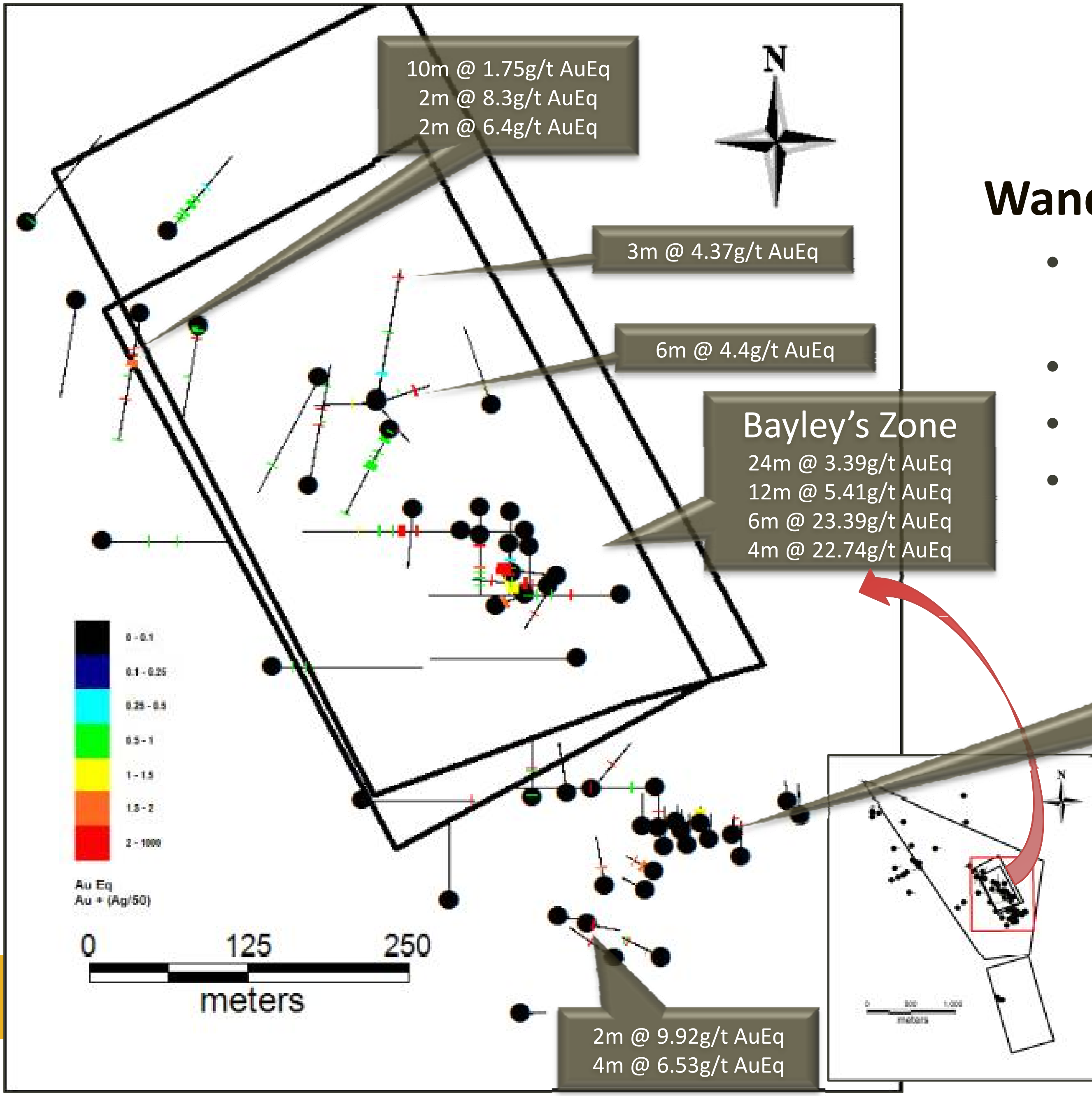
Right Rocks	Right Place	Right Time
• Intrusive Related Gold (IRG) Project – *13km from Red Dome – Mungana Deposit (3.5 Moz gold)* • Similarities to world-class Red Dome, Kidston and Pajingo gold mines • Cu/Pb/Zn potential	• 4.8 km² Granted Mining Leases • Easy access • Low sovereign risk • Close proximity to existing mining community and infrastructure – *Chillagoe has a long mining history*	• Record gold prices • Significant upside resource development potential • Strong cash position • Tight Structure • No debt

Project Background

- Historical Mining in the 1930's produced approximately 2,000 - 5,000oz gold and 7,500 - 12,000oz silver
- Last 'systematic' exploration carried out late 1990's
  - Kidston Gold Mines Ltd and Normandy – Mt Leyshon Joint Ventured into the project both recognised the similarities to their own deposits
  - Kidston in 1999 used $300/oz gold and $5/oz silver to calculate gold equivalents for their evaluations
- Premier Mining acquired the project in 2002
  - As a private group they are not required to define JORC compliant resources and were working towards development based on shallow drillhole intersections
  - Metallurgical Studies undertaken
  - Mining Leases Granted



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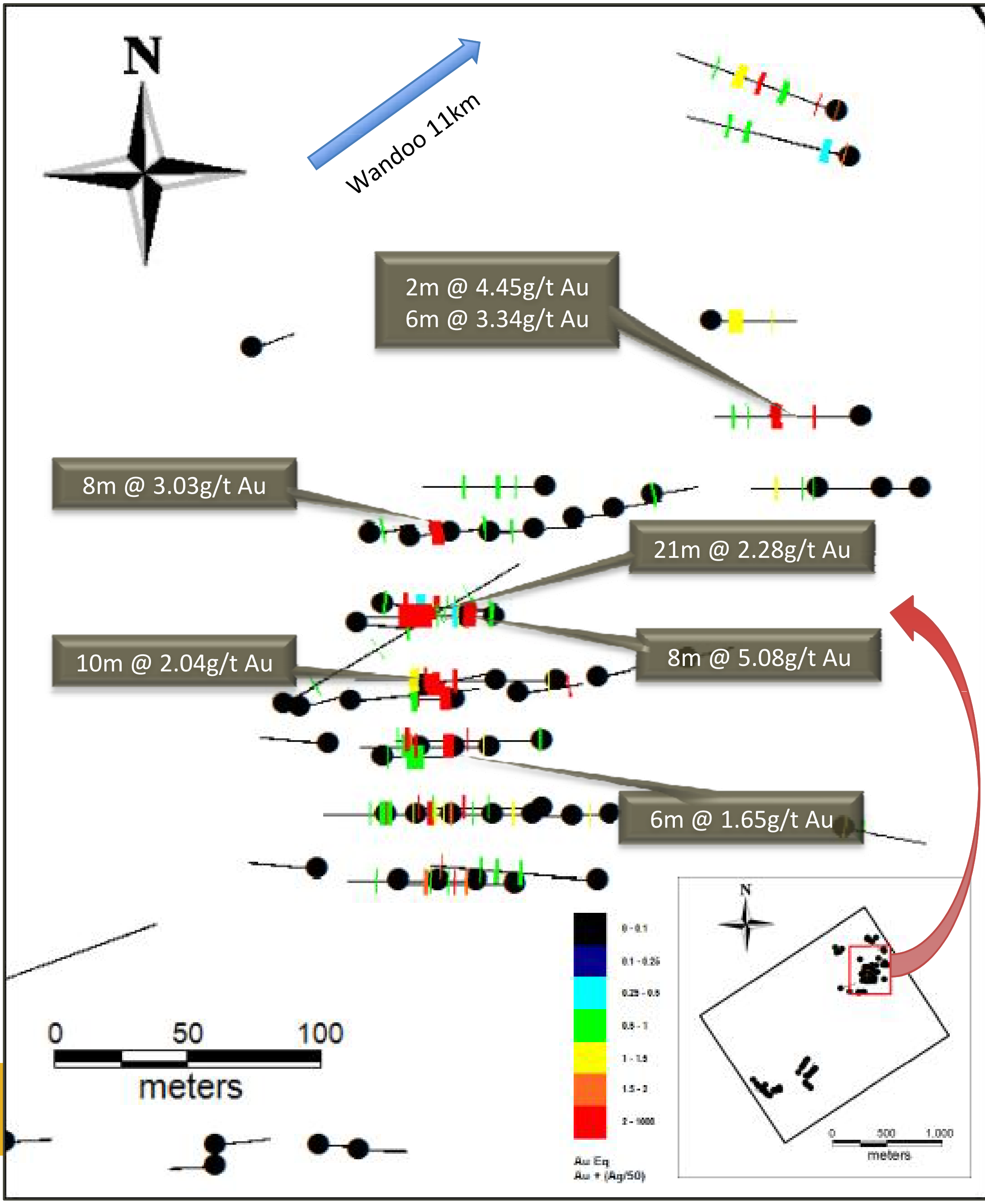
Wandoo

- Widespread gold-silver mineralisation
- Shallow Drilling
- Open at Depth
- Three (3) Granted Mining Leases



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Empire

- Widespread gold mineralisation
- Assayed for gold only (silver – base metals?)
- Shallow Drilling
- Open at Depth
- Granted Mining Lease

Chillagoe Growth Strategy

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Stage 1

- Collate all previous drilling information into a coherent digital database **(COMPLETE)**
  - 223 holes for >15,000m of drilling

Stage 2

- Confirm position and grades of existing 'discovery' intersections at Wandoo and Empire with follow-up drilling

Stage 3

- Drilling - Define size and grade of known discoveries

Stage 4

- Resource definition

Summary

- **Advanced** project
- **Granted** Mining Leases
- High grade intersections with **significant upside potential**
- Experienced, proven team
- Tight capital structure
- No previous focus on copper, lead and zinc potential despite zinc, lead and copper production from Red Dome - Mungana
- Low Sovereign Risk
- Exposure to record gold prices

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