



## ASX Release

Monday 16 April 2007

### OVERLAND RESOURCES LIMITED

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For the latest news:  
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#### Directors / Officers:

Michael Haynes  
Hugh Bresser  
Matthew Wood  
Timothy Flavel

#### Issued Capital:

34 million shares  
(prior to placement)

ASX Symbol: OVR

## \$12 MILLION PLACEMENT TO FUND EVALUATION OF THE ANDREW ZINC DEPOSIT

Overland Resources Limited (Company) is pleased to announce that it has completed a placement of 20 million new shares at \$0.60 per share to raise \$12 million. The shares were placed to Australian and North American institutional and retail clients of KTM Capital Pty Ltd.

The offer, which is conditional on the Company issuing a Short Form Prospectus, comprises two tranches. Tranche 1 will see the placement of 5 million shares utilising the Company's capacity to place 15% of its issued capital. Tranche 2, will comprise the remaining 15 million shares will be conditional upon shareholder approval at a general meeting of shareholders to be held in May 2007.

The proceeds from the placement are considered sufficient to enable the Company to rapidly advance the Andrew Zinc Deposit in Canada through evaluation and feasibility work.

Part of the proceeds of the placement will be utilised to fund an extensive diamond drilling program commencing in June to upgrade the current JORC resource. The JORC resource currently stands at 5.92 Mt @ 5.84% Zn, 2.03% Pb, 9.49g/t Ag, 14.86g/t Ge and is open at depth and along strike.

The Company expects to report on the results of the drilling program as they become available.

Diamond drilling will also test known mineralised zones within a defined 1,500m zinc in soil geochemistry anomaly outside the current JORC resource area. This provides the Company with considerable opportunity to extend the JORC resource base at Andrew.

Part of the placement will also fund metallurgical test work, preliminary process design work and preliminary mine design and pit modelling work.

The Andrew Zinc Deposit was first drilled in 2001 and little regional exploration has been conducted outside the known ore deposit. As such the Company will undertake an extensive regional exploration program that will work to upgrade and test several identified exploration targets considered to have high potential to host additional base metal deposits.

Further information regarding the placement will be set out in the Short Form Prospectus and a Notice of Meeting both of which will be released shortly.

Completion of the placement will enable the Company to exercise its option agreement to secure a 90% interest in the Andrew Base Metal Project and rapidly advance the Andrew Zinc Deposit towards development. This is a major step forward for the Company in achieving its objective of becoming a mid-tier resource company.

**Hugh A Bresser**  
Managing Director

## Use of Funds

Evaluation of the Andrew Zinc Deposit and associated targets	\$4.50M
Evaluation of regional targets	\$2.00M
Exercise option agreement	\$0.35M
Feasibility and test work	\$2.50M
New Project Generation	\$0.50M
Working Capital	\$1.40M
Expenses of the placement	\$0.75M
<b>Total</b>	<b>\$12.00M</b>

*The information in this report that relates to Mineral Resources or Ore Reserves is based on information compiled by Mr Peter Ball who is a Member of the Australian Institute of Mining and Metallurgy. Mr Peter Ball is the Manager of Data Geo. Mr Peter Ball 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 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Peter Ball consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

*The information in this report that relates to Exploration Result is based on information compiled by Mr Hugh Alan Bresser who is a Member of the Australian Institute of Mining and Metallurgy. Mr Hugh Alan Bresser is a Director of Overland Resources Limited, he 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 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Hugh Alan Bresser consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*