TNG UPGRADES EXPLORATION POTENTIAL AFTER DELIVERING 36Mt RESOURCE INVENTORY

2008 EXPLORATON TARGETING INCREASED AT MANBARRUM PROJECT FOLLOWING MAJOR RESOURCE UPGRADE

Perth-based resource company TNG Limited (ASX: TNG – "TNG") has reinforced the credentials of its **Manbarrum Lead-Zinc-Silver Project** in the Northern Territory as an emerging Mississippi Valley Type (MVT) base metal district after unveiling a major increase in the total JORC Mineral Resource inventory for the Project to a combined polymetallic resource base of **35.9 million tonnes of lead, zinc and silver resources**.

The upgraded resource inventory comprises a substantial increase in the Mineral Resource for its flagship **Sandy Creek** deposit to **15.97 million tonnes grading 2.3% Zn+Pb and 5.4g/t Ag** and a maiden resource estimate of **19.9 million tonnes at 16.4g/t Ag** for the newly discovered **Djibitgun** Prospect.

As a result of the resource upgrade and the success of its 2006 and 2007 drilling programs, TNG said that it had now upgraded the Exploration Target for its 2008 Exploration Program at Manbarrum to **build a multi-million tonne resource base**.

The upgraded Mineral Resource estimate for the near-surface stratabound zone at Sandy Creek deposit increased by more than 200% to **15.97 million tonnes grading 2.3% Zn+Pb and 5.4g/t Ag from the previous 2007 JORC reported mineral resource of 5 million tonnes grading 2.95% Zn + Pb and 5.8 g/t Ag.** This new stratabound resource figure includes a higher grade JORC Indicated Mineral Resource of 6 million tonnes at 3% Zn+Pb plus 6.8 g/t Ag and a high-grade, near-surface lead zone of 1.9 million tonnes at 5% Pb+Zn plus 14.1 g/t Ag.

This increased tonnage excludes the deeper high-grade pipe zone which in the 2007 estimate contained 5.4 million tonnes grading 3.9%Zn, 0.6%Pb and 5.1g/t Ag. These zones require more work prior to inclusion in the resource.

In addition, a maiden JORC Inferred Mineral Resource of **19.9 million tonnes at 16.4g/t Ag**, including a zinc resource of **6.7 million tonnes at 2.4% Zn+Pb plus 14.0g/t Ag** and a higher grade zone of 3.8 million tonnes grading 3% Zn+Pb, and 15g/t Ag has been estimated for Djibitgun.

TNG's Managing Director, Mr Neil Biddle, said the upgraded resource inventory was a significant outcome and a major step forward for TNG and the Manbarrum Project, establishing almost 36 million tonnes of zinc, lead and silver resources within two deposits. "This represents a more than threefold increase over the initial resource base announced for Sandy Creek last year, and repositions the Company as a significant emerging base metal company," he said.

"Importantly, the upgraded Sandy Creek resource is based on the lower-grade stratabound zone only and excludes the high-grade underlying pipe zones, which were originally estimated to contain over 5 million tonnes of material in the JORC reported initial mineral resource estimate last year. This zone has proved to be a complex mineralized zone, not uncommon in these types of deposits, and will require more work before it can be included into the resource to JORC standard," he continued.

"With its higher grades we are confident that this zone will contribute significant additional tonnage and will be mined as part of any future mining operation," Mr Biddle added.

In addition, the recent mineral resource modeling has confirmed that the Djibitgun deposit remains open in all directions, with excellent potential to define substantial additional tonnage with further drilling. Mineralogical and Metallurgical testwork has commenced to evaluate the leaching characteristics of the zinc and silver mineralisation.

"The substantial resources already defined at Sandy Creek and Djibitgun, together with CBH Resources' nearby Sorby Hills deposit, clearly demonstrates that the area is rapidly emerging as a global MVT district," Mr Biddle said.

"These three deposits alone – which are the only prospects in the field to have been tested so far by systematic drilling – account for total polymetallic resources of almost 50 million tonnes," he said. "We have numerous targets on our tenements which we plan to test, including the priority Browns and Landandi prospects, where we are confident that the potential to delineate additional high-grade lead,zinc and silver resources is high."

Mr Biddle said TNG was currently finalising its 2008 exploration program with an upgraded exploration target established for Djibitgun, Landandi and Browns based on the increased resource inventory and recent exploration success. "We will announce further details of our exploration in due course and we look forward to resuming work to take the Project to the next level," he said.

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The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Neil Biddle, who is a Member of The Australasian Institute of Mining and Metallurgy. Neil Biddle is a Director of TNG Limited. Neil Biddle 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'. Neil Biddle consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Company Background

TNG Ltd is an Australian mining and exploration company with quality projects in Western Australia and the Northern Territory. It first listed on the ASX in 1971 and has a secondary listing on the European Stock Exchange.

In the past three years, TNG has re-structured by disposing of non-core assets in exchange for shares in Western Desert Resources Ltd (ASX:WDR). It also previously spun off its Molyhil project to form the core asset of ASX and AIM-listed Thor Mining PLC. This consolidation has enabled the company to focus on its flagship Manbarrum Zinc-Lead-Silver Project.

The Manbarrum Project – Located 70km north-east of Kununurra in the Northern Territory - covers over 550km² and is 100% owned by the Company. Access clearance to the project was granted in 2006 from the Aboriginal Areas Protection Authority (AAPA) and an aggressive field exploration programme commenced thereafter.

To finance its extensive 2007 exploration program, TNG raised $11.5m last year by placing 6 million shares to the ASX-listed CBH Resources, as well as the exercise of a number of options.

The 2007 exploration program was allocated approximately A$8m and all up comprised of 23,293m of Reverse Circulation drilling and 14,124m of diamond drill core as well as follow-up work arising from the results of new regional geophysical surveys.

TNG also holds 20% in The Cawse Extended Project being a joint venture with Norilsk Nickel, one of the worlds largest Nickel mining and production companies.

TNG had a considerable investment portfolio including investments in Australian and AIM listed companies. In accordance with the desire to maximize shareholder value, in July 2007 a majority of those securities were transferred to TNG shareholders.

TNG currently has 192.7m shares on issue.

TNG LIMITED

Manbarrum Resource Inventory Increases to 36Mt and Exploration Target Upgraded

31 March 2008

HIGHLIGHTS

- **Total polymetallic resource inventory at Manbarrum increased to 36 million tonnes of combined zinc, lead and silver resources.**
- **Sandy Creek stratabound resource tonnage increased by +200% to 16 million tonnes @ 2.3% Zn+Pb and 5.4g/t Ag, with internal zones of:**
    - ***Indicated Resource of 6 million tonnes @ 3% Zn+Pb and 6.8 g/t Ag***
    - ***high-grade near-surface lead zone of 1.9 million tonnes @ 5% Pb+Zn and 14.1 g/t Ag***
- **High-grade 'pipe feeder' zone of zinc mineralisation excluded from current resource estimation, but expected to contribute significant additional tonnages with further drilling.**
- **Maiden Mineral Resource estimate for Djibitgun Deposit of 19.9 million tonnes @ 16.4g/t Ag, with an internal zinc zone of 6.7 million tonnes @ 2.4% Zn+Pb and 14.0g/t Ag, 12km north-east of Sandy Creek.**
- **Includes moderate-grade zinc-lead zone of 3.8 million tonnes @ 2.7% Zn+Pb and 15.3g/t Ag.**
- **Djibitgun deposit remains open in all directions, with potential to define a very large tonnage resource with additional drilling.**
- **MVT potential of Manbarrum Project confirmed with potential to define multiple near-surface base metal deposits of similar scale to Sandy Creek/Djibitgun.**
- **2008 exploration program to target multi-million tonne resources with exploration of Djibitgun, Browns and Landandi prospects.**
- **Metallurgical test work progressing.**

TNG Limited (ASX: TNG – "TNG") is pleased to announce a substantial increase in its JORC reportable resource inventory for its 100%-owned **Manbarrum Lead-Zinc-Silver Project** in the Northern Territory. **The total polymetallic resource has increased to 35.96 million tonnes from 10.5 million tonnes previously**, representing a major step forward for the Project.

The key components of the upgraded resource inventory include a +**200% increase** in the stratabound Mineral Resource at the **Sandy Creek** deposit to **15.97 million tonnes @ 2.3% Zn+Pb and 5g/t Ag** and a maiden Mineral Resource estimate for the newly discovered **Djibitgun Deposit**.

The Djibitgun resource comprises **19.9 million tonnes @ 16.4g/t Ag and 6.7 million tonnes @ 2.4% Zn+Pb and 14.0g/t Ag** with the deposit remaining open in all directions. Resource modeling has confirmed that there is excellent potential to define a very large tonnage base metal resource at Djibitgun with ongoing drilling.

The updated Mineral Resource estimates, which were completed by CSA Australia Pty Ltd (CSA), confirm that the Manbarrum Project represents a substantial resource asset for TNG. Significant tonnage of base metal mineralisation have now been defined at both Sandy Creek and Djibitgun.

In addition, the updated resource inventory and associated geological modeling confirms TNG's interpretation of the Manbarrum Project as an emerging Mississippi Valley Type (MVT) base metal district.

Numerous additional priority exploration targets have been identified within the field, with the potential to deliver similar-scale deposits to those defined at Sandy Creek and Djibitgun such as Landandi and Browns prospects.

SANDY CREEK DEPOSIT

The Sandy Creek deposit comprises both a stratabound and a lode or 'pipe' zone resource, as reported in the initial JORC reported Mineral Resource estimate of 10.5 million tonnes @ 2.9%Zn, 0.7%Pb, 5.5g/t Ag in early 2007.

Zinc Resource

As a result of drilling programs conducted last year, the stratabound tonnage has increased significantly from the previous JORC reported estimate. The strike of this mineralisation now extends for over 1km.

The updated Mineral Resource announced today is interpreted to be entirely within the stratabound mineralisation and excludes the higher grade lode or pipe zones that occur beneath the stratabound mineralisation. A combined tonnage of 5.4 million tonnes was previously defined for the pipe zones in the original 2007 Mineral resource estimate.

Because of the complexity of this pipe zone (as reported previously) and the geometry of the mineralisation, the pipe zones have at this stage been excluded from the resource until further work has been carried out. A list of the mineralised drill hole intercepts that have been excluded is shown in Appendix 1. The exclusion of these intercepts accounts for the lower average grade of the updated resource estimate compared with the original resource announced in early 2007.

Further drilling will be required to confirm the continuity of the high-grade pipe zones; however TNG considers that these zones could contribute additional up-side tonnage of high-grade mineralisation to the overall Sandy Creek resource.

The updated Sandy Creek resource is shown in Table 1 below.

CLASSIFICATION	RESOURCE	COMMODITY	TONNES	Zn %	Pb %	Ag g/t
Indicated	**Primary**	**Zinc**	9,180,000	1.7	0.7	5.3
		Lead	110,000	0.8	3.9	14.0
		Total	9,290,000	1.7	0.7	5.3
	Oxide	**Zinc**	2,890,000	1.4	0.6	4.8
		Lead	460,000	0.7	4.8	18.6
		Total	3,350,000	1.3	1.2	6.7
	Total		**12,640,000**	**1.6**	**0.8**	**5.7**
Inferred	**Primary**	**Zinc**	2,270,000	1.6	0.4	4.9
		Lead	110,000	0.7	2.0	10.2
		Total	2,380,000	1.5	0.5	5.1
	Oxide	**Zinc**	920,000	1.2	0.2	2.9
		Lead	20,000	0.7	1.2	5.6
		Total	940,000	1.2	0.2	3.0
	Total		**3,320,000**	**1.4**	**0.4**	**4.5**
Total			**15,970,000**	**1.6**	**0.7**	**5.4**

Note: the Sandy Creek February 2008 Mineral Resource Estimate was carried out using 3-D wireframes encapsulating >1% (Zn + Pb) and estimated using Datamine software. Lower cut-off grades of 1% Zn and 1% Pb were used to determine the resource estimate within the Zinc domains. Internal zones were constructed using 3-D wireframes encapsulating >1% Zn, and are reported in Appendix 2, Table III. Tonnages have been adjusted by -5% to account for estimated cavity abundance. Rounding errors have occurred in the compilation of this table

Table 1: Sandy Creek Mineral Resource, 2008.

Within the mineralised envelope outlined in Table 1, higher grade zones of Zn and Pb mineralisation occur. These were modelled separately to contain an **Indicated Mineral Resource of 5,980,000 tonnes @ 1.9%Zn, 1.1%Pb, 6.8g/t Ag,** Appendix 2. Grade tonnage comparisons are shown in Appendix 3, Table 1.

Lead Resource

Included in the zinc resource, is a near-surface breccia zone hosting primarily lead mineralisation, which has been modeled to contain an **Indicated Mineral Resource of 1,890,000 tonnes @ 1.5%Zn, 3.5%Pb, 14g/t Ag** as shown in the grade tonnage comparisons Appendix 3, Table 2.

DJIBITGUN DEPOSIT

The Djibitgun deposit lies 12km to the north-east of the Sandy Creek deposit. TNG is pleased to advise that results from the 57-hole reconnaissance drilling programme completed last year have identified a significant Ag and Zn oxide Mineral Resource (Table 2).

Mineralisation occurs predominantly in the oxidised supergene zone of the regolith profile and is most likely to occur as secondary minerals which have not yet been identified. Mineralogical and Metallurgical testwork has commenced to evaluate the leaching characteristics of the zinc and silver mineralisation.

The Djibitgun deposit remains open to the west and south. In addition, sulphide mineralisation was noted at the base of some drill holes, indicating that there is strong potential to extend the deposit at depth with deeper drilling and to identify the primary source to the oxide mineralisation.

Silver Resource

The Ag Mineral Resource at Djibitgun is extensive, commencing at shallow depths over a strike length of 800m, and was intersected in all drill holes. The Djibitgun Mineral Resource estimate is shown in Table 2 below at a +10g/t Ag lower cut off grade, with grade tonnage comparisons shown in Table 3, Appendix 3.

CLASSIFICATION	RESOURCE	COMMODITY	TONNES	Zn %	Pb %	Ag g/t
Inferred	**Oxide**	**Silver**	**19,930,000**	**0.5**	**0.2**	**16.4**

Table 2: Djibitgun Total Ag Mineral Resource

Note: This resource includes **9.5Mt @ 0.6%Zn, 0.2%Pb, 20.2g/t Ag** at a lower cut-off grade of +15g/t Ag

Zinc Resource

The Zn Mineral Resource occurs within the broader + 10g/t Ag mineralised envelope and remains open to the south, north-west and at depth. The current Mineral Resource estimate is shown in Table 3 below, with grade tonnage comparisons shown in Appendix 3, Table 4.

CLASSIFICATION	RESOURCE	COMMODITY	TONNES	Zn %	Pb %	Ag g/t
Inferred	**Oxide**	**Zinc**	**6,720,000**	**1.8**	**0.6**	**14.0**

Table 3: Djibitgun Zn Mineral Resource

Note: This resource is reported above a 1% Zn lower cut-off grade, and includes 3.8Mt @ 2.2% Zn, 0.5% Pb, 15.3g/t Ag above a lower cut-off grade of 1.5%Zn.

The resource modelling has confirmed the potential to define substantial tonnages of additional base metal mineralisation at Djibitgun with ongoing drilling, indicating its potential to grow to a deposit of similar or larger scale than Sandy Creek.

Summary & Outlook

TNG's Board believes that the updated Mineral Resource inventory represents a significant result and a major step forward for the Company's exploration and strategy in the region. The updated combined resource inventory in the area comprises almost 20 million tonnes of Zn + Pb plus an additional resource of almost 20 million tonnes of high-grade silver from within the first two deposits to be intensively drilled in the field by TNG.

This confirms that the broader area has a significant amount of zinc, lead and silver mineralisation and the potential to identify additional deposits of similar or larger scale remains high.

When combined with the nearby Sorby Hills deposit it clearly demonstrates that the area is rapidly emerging as a global MVT district as originally envisaged by TNG.

The 2008 exploration programme is currently being finalised with several new high priority targets to be drilled including Browns and Landandi (Figure 1). Further information on this programme will be released in due course.

As a result of the success of the 2006 and 2007 drilling programs and the updated resource inventory, TNG will focus its 2008 exploration program at the Djibitgun, Browns and Landandi Prospects.

Metallurgical work on both the Sandy Creek and Djibitgun deposit material is progressing and will be reported when finalised.

Yours faithfully
TNG LTD

Neil Biddle
Managing Director

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Neil Biddle and Mr David Williams, who are Members of The Australasian Institute of Mining and Metallurgy. Neil Biddle is a Director of TNG Limited and David Williams is a full time employee of CSA Australia Pty Ltd. Neil Biddle and David Williams have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Neil Biddle and David Williams consent to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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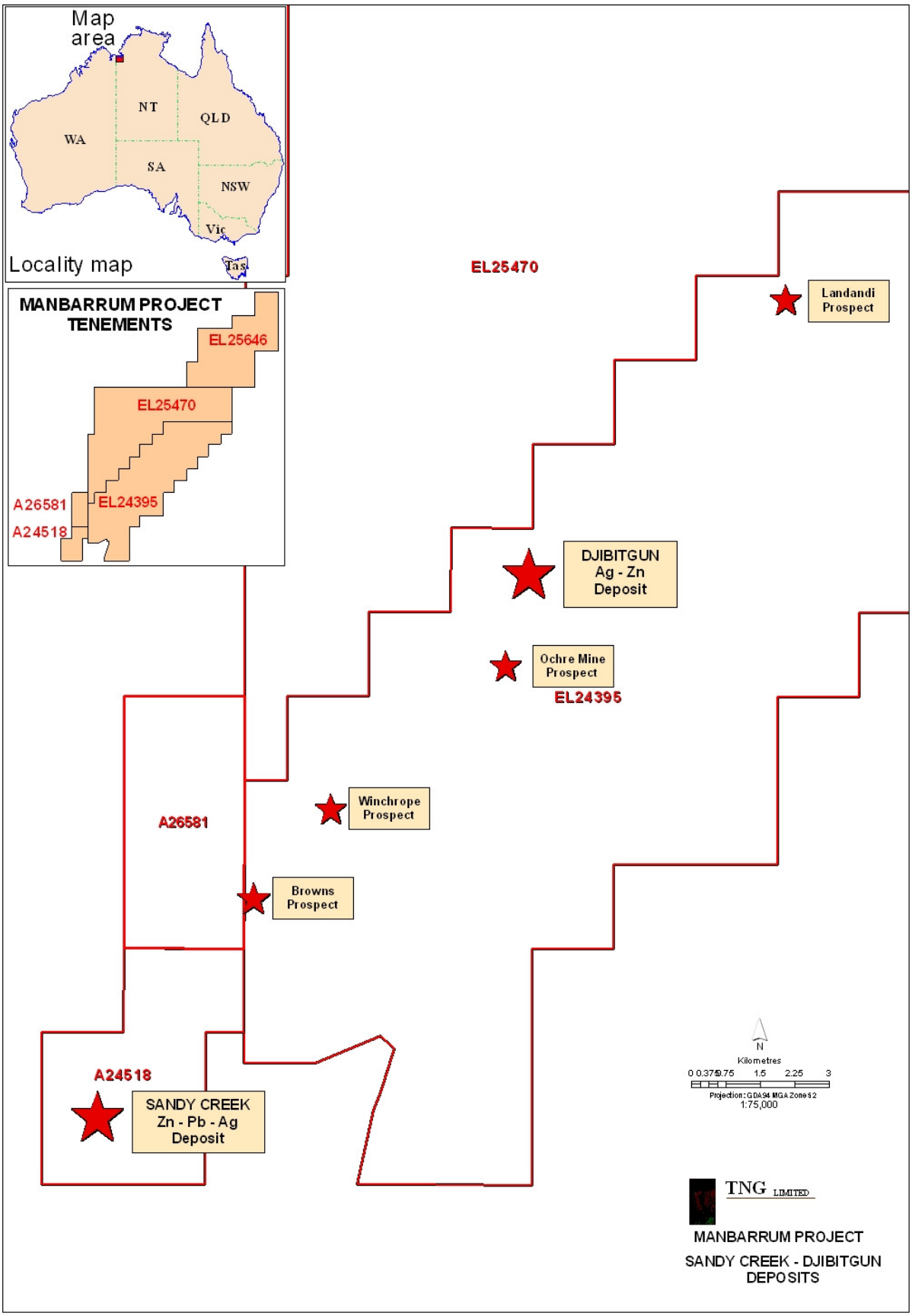

Figure 1: Manbarrum Project, NT. Exploration targets.

APPENDIX 1: Sandy Creek, Table of Mineralised Drill Hole Intercepts excluded from Resource Calculation.

Hole ID	From	To	Thickness	Zn %	Pb %	Ag g/t	Zn+Pb %
MRC012	161	192	31	4.43	0.22	2.46	4.65
MRC107	163	192	29	2.25	0.05	1.12	2.3
MRC107	117	142	25	9.65	0.16	5.00	9.81
MRC040	125	150	25	2.40	0.80	12.12	3.20
MRC012	99	122	23	5.64	0.69	7.91	6.34
MRC023	67	82	15	5.42	0.09	1.23	5.51
MRC107	152	162	10	4.34	0.08	1.50	4.43
MRC059	86	96	10	1.27	0.11	1.26	1.38
MDD042	120	129	9	2.61	0.23	5.33	2.84
MRC012	140	148	8	9.27	0.30	3.13	9.57
MRC108	172	180	8	2.00	0.40	5.63	2.40
MRC004	60	67	7	1.66	0.36	2.87	2.02
MRC012	194	200	6	5.39	0.30	4.00	5.69
MRC111	224	229	5	4.29	0.33	0.48	4.62
MDD034	79	84	5	1.99	0.02	0.26	2.01
MDD053	62	66	4	17.27	1.66	31.00	18.93
MRC060	226	230	4	0.77	4.36	12.00	5.13
MDD044	213	217	4	2.73	0.02	0.10	2.75
MDD034	66	70	4	2.63	0.06	1.00	2.69
MRC021	103	107	4	2.22	0.29	3.00	2.51
MRC011	71	75	4	1.61	0.12	16.00	1.73
MRC053	114	118	4	1.66	0.06	0.33	1.72
MDD001	97	101	4	1.11	0.45	2.50	1.56
MDD002	244	248	4	1.36	0.02	1.50	1.38
MRC026	65	69	4	1.19	0.09	0.10	1.28
MRC114	145	148	3	1.03	3.63	3.67	4.67
MRC054	215	218	3	4.22	0.06	5.67	4.28
MDD043	182	185	3	4.09	0.02	19.67	4.11
MDD034	75	78	3	3.34	0.02	0.67	3.36
MDD039	126	129	3	3.01	0.02	1.33	3.03
MRC103	204	207	3	2.66	0.06	4.33	2.72
MDD012	139	142	3	2.05	0.38	2.00	2.43
MRC104	131	134	3	2.32	0.06	3.00	2.38
MRC001	92	95	3	0.34	1.96	9.00	2.30
MDD008	83	86	3	2.22	0.05	3.67	2.26
MRC034	102	105	3	1.09	1.11	3.67	2.20
MRC045	74	77	3	1.91	0.17	8.67	2.07
MRC118	127	130	3	2.02	0.01	0.4	2.03
MDD027	173	176	3	1.74	0.17	7.00	1.91
MRC059	75	78	3	1.76	0.08	4.53	1.84
MDD025	129	132	3	1.14	0.64	2.33	1.79
MRC098	78	81	3	1.74	0.05	3.00	1.79
MDD045	66	69	3	1.66	0.08	0.40	1.73

MRC076	68	71	3	1.22	0.08	1.00	1.29
MRC076	77	80	3	1.22	0.03	2.67	1.25
MRC104	169	172	3	1.14	0.02	2.33	1.16
MRC094	115	118	3	1.05	0.08	4.00	1.14
MRC026	79	82	3	1.08	0.06	0.10	1.13
MRC101	78	81	3	0.97	0.15	4.67	1.12
MRC094	69	72	3	0.93	0.18	4.33	1.11
MRC096	68	71	3	1.06	0.02	1.33	1.08
MDD054	42.1	45	2.9	3.70	1.18	6.66	4.88
MDD011	178	180	2	3.96	0.16	4.00	4.12
MRC103	138	140	2	3.21	0.59	2.00	3.80
MRC045	121	123	2	3.46	0.08	12.50	3.54
MDD041	172	174	2	3.16	0.01	19.00	3.17
MRC013	86	88	2	2.76	0.15	3.50	2.9
MDD052	154	156	2	2.80	0.04	0.10	2.84
MDD029	186	188	2	0.54	2.22	7.00	2.76
MDD049	162	164	2	2.65	0.11	5.00	2.76
MRC024	79	81	2	2.43	0.05	1.00	2.48
MDD029	191	193	2	1.40	0.91	7.50	2.31
MDD029	195	197	2	1.84	0.43	12.00	2.27
MDD049	159	161	2	2.16	0.02	4.50	2.18
MRC061	185	187	2	0.44	1.65	4.50	2.08
MDD043	179	181	2	2.00	0.06	5.00	2.06
MRC001	98	100	2	0.28	1.77	8.50	2.05
MRC029	140	142	2	2.02	0.02	2.00	2.04
MRC054	189	191	2	1.87	0.06	15.00	1.93
MDD025	163	165	2	1.69	0.14	2.00	1.83
MRC029	154	156	2	1.83	0.01	1.00	1.83
MRC108	83	85	2	1.68	0.15	4.00	1.82
MRC018	85	87	2	1.75	0.04	5.00	1.80
MRC021	97	99	2	1.26	0.51	2.00	1.78
MRC038	57	59	2	1.41	0.35	3.50	1.76
MRC121	173	175	2	1.75	0.01	2.00	1.76
MRC029	179	181	2	1.72	0.02	3.00	1.74
MDD038	157	159	2	1.72	0.01	5.00	1.73
MRC122	167	169	2	1.6	0.1	1.05	1.70
MDD054	107	109	2	1.62	0.07	1.00	1.69
MDD019	133	135	2	1.66	0.01	17.00	1.68
MDD037	150	152	2	1.58	0.03	10.5	1.61
MRC121	149	151	2	1.60	0.01	0.10	1.61
MRC056	171	173	2	1.57	0.02	1.50	1.59
MRC057	79	81	2	1.48	0.11	5.00	1.59
MRC109	124	126	2	1.52	0.06	3.00	1.58
MRC095	110	112	2	1.50	0.06	28.5	1.56
MRC116	162	164	2	1.55	0.01	0.55	1.56
MRC121	145	147	2	1.54	0.01	0.10	1.55

MRC055	164	166	2	1.46	0.03	2.50	1.48
MDD003	142	144	2	1.44	0.02	4.50	1.46
MRC057	95	97	2	0.87	0.59	4.00	1.46
MRC099	133	135	2	0.78	0.68	1.00	1.46
MRC002	114	116	2	1.20	0.24	3.50	1.44
MRC027	78	80	2	1.34	0.10	4.25	1.43
MRC090	76	78	2	1.36	0.06	2.00	1.42
MRC126	223	225	2	1.35	0.07	2.00	1.42
MRC113	143	145	2	1.40	0.01	0.10	1.40
MRC105	148	150	2	1.35	0.04	0.10	1.39
MRC030	103	105	2	0.5	0.85	1.50	1.35
MRC053	74	76	2	1.08	0.26	1.05	1.35
MRC059	82	84	2	1.27	0.07	2.25	1.34
MRC081	153	155	2	1.33	0.01	10.00	1.34
MDD029	177	179	2	0.56	0.76	4.50	1.31
MRC013	83	85	2	1.22	0.07	2.00	1.29
MRC110	121	123	2	1.26	0.02	4.00	1.28
MRC003	40	42	2	0.86	0.41	5.00	1.27
MDD039	110	112	2	1.00	0.26	4.00	1.26
MDD044	205	207	2	1.24	0.02	2.05	1.26
MRC082	69	71	2	1.15	0.09	2.50	1.25
MRC078	73	75	2	1.20	0.04	1.00	1.24
MRC041	42	44	2	0.83	0.39	5.15	1.22
MRC082	61	63	2	1.15	0.06	2.50	1.21
MRC076	72	74	2	1.13	0.05	1.50	1.18
MRC024	178	180	2	1.01	0.16	2.50	1.17
MRC098	83	85	2	1.13	0.04	2.50	1.17
MDD019	146	148	2	1.15	0.01	2.50	1.16
MDD022	132	134	2	0.98	0.17	2.50	1.15
MRC046	60	62	2	1.11	0.03	1.00	1.14
MRC082	43	45	2	1.06	0.08	6.00	1.14
MRC101	108	110	2	0.48	0.65	5.00	1.14
MRC078	67	69	2	1.05	0.06	1.00	1.11
MRC094	59	61	2	0.87	0.25	2.50	1.11
MRC101	90	92	2	0.95	0.14	2.00	1.09
MRC111	180	182	2	1.08	0.01	2.00	1.09
MDD020	119	121	2	1.06	0.01	0.55	1.07
MRC053	110	112	2	0.97	0.09	1.00	1.06

Appendix 2: Internal zones with elevated grades, February 2008 Resource

CLASSIFICATION	ROCK	RESOURCE	Tonnes	Zinc	Lead	Silver
Indicated	Primary	Stratabound Zinc	3,500,000	2.1	0.3	6.1
		Stratabound Lead	200,000	0.7	5.0	10.5
		Mixed Zinc + Lead	590,000	2.4	3.6	11.7
		Lodes	-	-	-	-
		SUB TOTAL	**4,300,000**	**2.1**	**1.0**	**7.1**
	Oxide	Stratabound Zinc	1,370,000	1.7	0.3	4.7
		Stratabound Lead	280,000	0.5	7.0	12.1
		Mixed Zinc + Lead	40,000	2.0	4.1	12.3
		Lodes	-	-	-	-
		SUB TOTAL	**1,690,000**	**1.5**	**1.5**	**6.1**
	TOTAL		**5,980,000**	**1.9**	**1.1**	**6.8**
Inferred	Primary	Stratabound Zinc	1,450,000	1.8	0.4	5.8
		Stratabound Lead	260,000	0.7	2.6	8.9
		Mixed Zinc + Lead	20,000	2.5	2.8	7.3
		Lodes	-	-	-	-
		SUB TOTAL	**1,730,000**	**1.7**	**0.7**	**6.3**
	Oxide	Stratabound Zinc	280,000	1.5	0.2	2.9
		Stratabound Lead	30,000	0.8	1.4	7.5
		Mixed Zinc + Lead	-	-	-	-
		Lodes	-	-	-	-
		SUBTOTAL	**310,000**	**1.4**	**0.3**	**3.3**
	TOTAL		**2,040,000**	**1.6**	**0.7**	**5.9**
TOTAL			**8,020,000**	**1.8**	**1.0**	**6.6**

Note: The internal zones were derived from the Datamine model sc0108md, representing the Sandy Creek January 2008 Mineral Resource Estimate. This model was constructed using 3-D wireframes encapsulating >1% Zn and estimated using Datamine software. The internal zones are wholly encapsulated within the sc0208md resource model. Lower cut-off grades of 1% Zn and 1% Pb were used to determine the resource estimate within the Zinc domains. Tonnages have been adjusted by -5% to account for estimated cavity abundance. Rounding errors have occurred in the compilation of this table.

Appendix 3: Grade Tonnage Comparison Tables

Sandy Creek Total Zn Resource				
CUT-OFF (Zn %)	TONNES	Zn%	Pb%	Ag g/t
2	2,610,000	2.6	0.9	6.7
1.75	4,160,000	2.3	0.8	6.4
1.5	6,640,000	2.1	0.8	5.9
1.4	7,870,000	2.0	0.7	5.8
1.3	9,520,000	1.9	0.7	5.6
1.2	11,280,000	1.8	0.6	5.4
1.1	13,180,000	1.7	0.6	5.2
1	15,260,000	1.6	0.6	4.9
0.75	18,880,000	1.5	0.5	4.7
0.5	20,140,000	1.4	0.6	4.7
0	20,370,000	1.4	0.6	4.8

Table 1: Sandy Creek, Total Zn Resource.

Sandy Creek Total Pb Resource				
CUT-OFF (Pb %)	TONNES	Zn%	Pb%	Ag g/t
2	1,350,000	1.5	4.2	16.2
1.75	1,580,000	1.5	3.8	15.3
1.5	1,890,000	1.5	3.5	14.1
1.4	2,070,000	1.6	3.3	13.6
1.3	2,300,000	1.6	3.1	13.0
1.2	2,530,000	1.6	2.9	12.5
1.1	2,790,000	1.6	2.8	12.0
1	3,090,000	1.6	2.6	11.5
0.75	4,090,000	1.6	2.2	10.3
0.5	5,610,000	1.6	1.8	9.0
0	20,370,000	1.4	0.6	4.8

Table 2: Sandy Creek, Total Pb Resource.

Djibitgun Total Silver Resource				
CUT-OFF (Ag g/t)	TONNES	Zn%	Pb%	Ag g/t
30	610,000	1.0	0.4	33.9
25	1,370,000	0.8	0.3	30.5
22.5	2,060,000	0.7	0.3	28.1
20	3,700,000	0.7	0.3	25.0
17.5	5,930,000	0.6	0.3	22.6
15	9,500,000	0.6	0.2	20.2
12.5	14,520,000	0.5	0.2	17.9
10	19,990,000	0.5	0.2	16.1
5	24,030,000	0.6	0.2	14.8
2	24,690,000	0.6	0.2	14.6
0	24,770,000	0.6	0.2	14.5

Table 3: Djibitgun, Total Silver Resource

Djibitgun Stratabound Zn + Pb + Ag Resource				
CUT-OFF (Zn%)	TONNES	Zn%	Pb%	Ag g/t
2	2,160,000	2.6	0.5	15.8
1.75	2,850,000	2.4	0.5	15.4
1.5	3,810,000	2.2	0.5	15.3
1.4	4,150,000	2.2	0.5	15.3
1.3	4,670,000	2.1	0.5	14.7
1.2	5,330,000	2.0	0.6	14.7
1.1	5,770,000	1.9	0.6	14.7
1	6,720,000	1.8	0.6	13.5
0.75	8,300,000	1.6	0.6	13.4
0.5	9,440,000	1.5	0.6	13.3
0	9,550,000	1.5	0.6	13.3

Table 4: Djibitgun Zn+Pb+Ag Resource