THOR

MINING PLC

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13 March 2007

- **Thor signs Memorandum of Understanding with Hunan Nonferrous Metals Holdings Group (HNG).**
- **Agreement entered into following HNG's review of the Definitive Feasibility Study results for the Molyhil Tungsten-Molybdenum Project.**
- **HNG to complete due diligence by 15 April 2007.**
- **Thor and HNG intend to conclude commercial finance terms and off take arrangements by 30 April 2007.**

Thor Mining PLC (AIM,ASX:"THR" - Company or Thor) the specialist metals company focused on advancing tungsten-molybdenum and uranium projects in the Northern Territory of Australia is pleased to announce that it has completed a Memorandum of Understanding with China's Hunan Nonferrous Metals Holdings Group Co, Ltd (HNG) in regards to its flagship Molyhil project. The Memorandum of Understanding allows for HNG to complete due diligence by 15 April 2007 with best endeavours to conclude commercial finance terms and suitable off-take agreements by 30 April 2007.

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Memorandum of Understanding over Molyhil

Thor today announces that following a review of the results of the Definitive Feasibility Study, on its 100% owned Molyhil Tungsten-Molybdenum Project, by HNG, a Memorandum of Understanding has been completed.

The Memorandum of Understanding allows for a period of due diligence to be conducted by HNG through latest 15 April 2007. Should HNG decide to proceed following this period of due diligence it is the intention of both Thor and HNG to complete binding terms and suitable off-take arrangements by 30 April 2007.

HNG is a dominant producer of nonferrous and minor metals in China. Thor understands that HNG owns the world largest deposits of tungsten and bismuth, is the world's largest producer of cemented carbides, and owns China's largest zinc and antimony smelters. HNG is also a significant producer of lead, silver, indium, tantalum and niobium. HNG is headquartered in Changsha city, Hunan, Peoples Republic of China (PRC) and is the majority shareholder of Hunan Nonferrous Metals Corporation Limited (HNC), listed in Hong Kong in May 2006 with a current market capitalization of over USD2 billion (2626.HK).

A Confidentiality Agreement was signed between both parties on 5 January 2007 and full documentation from the Definitive Feasibility Study on the Molyhil Project has been provided by Thor to HNG. Meetings have taken place in Perth, Australia and Changsha, China in February 2007 for in depth discussions on the Molyhil Project. HNG executives also visited the Molyhil project site northeast of Alice Springs during February 2007.

Thor and HNG concur that timing is urgent with the Molyhil Project Definitive Feasibility Study complete and final permitting approvals (mining lease, environmental permitting, and negotiation with the native title holders) expected to be concluded by the end of April 2007. It is the intention of both parties to complete due diligence and negotiations as soon as possible.

Thor has undertaken not to sign binding terms with any other party before 30 April 2007, but other interested parties will be conducting due diligence during this period.

Yours faithfully
THOR MINING PLC

John A Young
Chief Executive Officer