



METMINCO LTD
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**EXPLORATION UPDATE – RC DRILLING RESULTS FROM
GRANTS CREEK**

Single metre assay results from recent drilling on the Perseverance Prospect have returned intercepts including 15m @ 4.2 g/t, 5m @ 5.87 g/t, 6m @ 6.13 g/t and 3m @ 7.88 g/t gold

Peak individual samples include 17.8 g/t, 20.7 g/t, 12.8 g/t and 15.25 g/t gold

The drilling indicates the presence of a central higher grade mineralised structure with peripheral stringer zones

Grants Creek Project - Perseverance prospect

(Metminco earning up to 70% from Pacrim Energy Limited.)

Single metre fire assay results up to 20.7 g/t gold have been received from the recent reverse circulation drilling program carried out on the Perseverance prospect at Grants Creek WA.

Many high grade gold assays were returned from zones where composite samples had previously indicated the presence of gold mineralisation.

The best intercepts of 15m @ 4.2 g/t, 5m @ 5.87 g/t, 6m @ 6.13 g/t and 3m @ 7.88 g/t gold, included peak one metre split assays of **17.8 g/t, 20.7 g/t, 12.8 g/t and 15.25 g/t** gold respectively.

These single metre results indicate the presence of a main mineralised structure with adjacent lower grade stringer zones. The existence of multiple mineralised zones enhances the project by increasing the potential mineable width.

A list of significant assays is shown in the attached table.

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Perseverance Single Metre Assay Drilling results >1.0 g/t Au

Hole_id	Easting	Northing	Azimuth/Dip	From	To	Interval and Assay g/t gold
GRC-001	385001	8028095	328/-75	6	9	3m @ 5.96 g/t Au
				7	8	incl. 1 m @ 15.40 g/t Au
				23	28	5m @ 1.61 g/t Au
GRC-002	385004	8028079	328/-60	30	34	4m @ 5.61 g/t Au
GRC-003	384982	8028076	328/-60	33	41	8m @ 2.14 g/t Au
GRC-004	384988	8028066	328/-60	39	42	3m @ 1.86 g/t Au
				51	66	15m @ 4.2 g/t Au
				58	59	incl. 1 m @ 17.80 g/t Au
GRC-006	384952	8028076	328/-60	19	23	4m @ 2.83 g/t Au
GRC-007	384956	8028067	328/-60	31	36	5m @ 5.87 g/t Au
				31	32	incl. 1 m @ 20.7 g/t Au
GRC-008	384963	8028055	328/-60	57	63	6m @ 2.08 g/t Au
GRC-009	384924	8028071	331/-60	13	19	6m @ 6.13 g/t Au
				16	17	incl. 1 m @ 12.8 g/t Au
GRC-010	384929	8028059	328/-60	26	29	3m @ 7.88 g/t Au
				27	28	incl. 1 m @ 15.25 g/t Au
GRC-011	384933	8028046	354/-60	44	46	2m @ 0.79 g/t Au
GRC-012	384900	8028064	328/-60	11	15	4m @ 2.41 g/t Au
GRC-014	384965	8028103	148/-60	8	29	21m @ 2.74 g/t Au

Zone 52 GDA 94. 1m samples fire assayed by On-site Laboratories

The Perseverance prospect is the first of the targets to be drill tested on the Grants Creek project. Previous exploration by Metminco has revealed a mineralised horizon three kilometres in strike length. More strongly mineralised zones are apparent where cross faults intersect this horizon. Further drilling on the Perseverance and Moody's prospects is planned for early 2009.

**For further information
please contact Keith Weston, Managing Director on 0428 312 767**

The information in this report that relates to Exploration Results based on information compiled by Keith Weston, who is a Member of the Australasian Institute of Mining and Metallurgy. Keith Weston is a full time employee of Metminco Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken to qualify as a Competent Person as defined in the 2004 Edition of the "Australian Code for Reporting of Mineral Resources and Ore Reserves". Keith Weston consents to the inclusion in this report of the matters based on information in the form and context in which it appears. Mr Weston is a shareholder in Metminco Ltd.

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