



ABN 48 116 296 541

ASX ANNOUNCEMENT

MAJOR IRON PROJECT ACQUISITION

28 November 2008

- Minemakers has exercised its option to acquire an 80% equity in the Fraser Iron Project in Western Australia.
- The West Southdown part of the Fraser Iron Project contains the western extension of the major Southdown magnetite system and contains a large target.
- Together with Wonarah Phosphate, this project is part of Minemakers' strategy to become a major Australian mining house.

MINEMAKERS LIMITED

ABN 48 116 296 541
ASX Code: MAK
Level 2, 34 Colin Street
West Perth
Western Australia 6005
(PO Box 1704 West Perth WA 6872)
Phone: +61 8 9264 7000
Facsimile: +61 8 9264 7099
Web: www.minemakers.com.au

CONTACTS

Mr Andrew Drummond
Managing Director
Minemakers Limited

Mr Ian Howarth
General Manager (Vic)
Farrington Corporate Services Pty Limited
401 Collins Street
Melbourne VIC 3000
Phone: 0407 822 319

IRON

Minemakers exercised its right to acquire an initial 80% equity in each of Exploration Licences E70/2640 and E70/2704, in the southern part of Western Australia. The purchase was effected by the issue of 886,866 Ordinary shares under the terms of the 2005 Option Agreement.

E70/2640 contains the western extension of the Southdown magnetite system which has recently been the subject of a reported one billion dollar corporate deal. Minemakers has previously announced its magnetite drill intersections at West Southdown and they are of the same grade as the Southdown deposit. They extend over a strike length of about 8km and our exploration target is 300-500Mt of magnetite mineralisation.

E70/2704 is near Frankland, some 120kms west of West Southdown and hosts a magnetite system extending over about 20kms based on Minemakers' aeromagnetic surveying and drilling.

Both tenements now become the subject of an 80:20 joint venture which will continue to be managed by Minemakers. Each is in the southern part of Western Australia, in an area of excellent infrastructure and close to an export port.

COMMENT

Minemakers' overall aim is to become a major and highly profitable Australian mining house. The strategy is to develop the Wonarah Phosphate Project at the earliest opportunity and then use profits to generate the second wave of operations.

While not distracting from the prime focus of attention at Wonarah, breaks between field programmes there are being used to advance our other projects, with drilling being planned in Tasmania during the Wet Season at Wonarah.

The drilling will include testing at Storey's Creek and Aberfoyle tungsten and tin, and acquisition of core for metallurgical testing of the major Moina fluorspar-tin-tungsten-magnetite skarn. A programme for advancing West Southdown will be designed shortly.

Minemakers does not intend to try to bring the Fraser Project into production by itself because of the likely high capital cost. Rather, it aims to add value for shareholders ahead of a future deal, probably with a foreign entity.

Andrew Drummond
Managing Director

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Andrew Drummond, a Fellow of The Australian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists. Mr Drummond has sufficient experience deemed 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 Drummond consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Since the adoption of the JORC Code, there has been insufficient work conducted on the named projects to be able to determine the grade and tonnage of the deposit with greater accuracy. Any tonnage or grade reported is conceptual in nature and insufficient exploration has been conducted to define a Mineral Resource. It is uncertain if further exploration will result in the determination of a Mineral Resource.