



ASX Shareholder Report

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Terramin is a dedicated
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focused on developing
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Record production for Angas as new mine manager appointed

Terramin Australia (ASX: TZN) today announced that strong fourth quarter production at Angas would put the South Australian zinc mine on track to meet or exceed its high-end 2009 forecast of zinc and lead concentrate.

The Company also announced the appointment of Mr Robert Howie as General Manager for Angas. Mr Howie transfers from project manager for Downer EDI Mining on the Goonyella operation of the BHP Billiton Mitsubishi Alliance (BMA), and previously overseas was General Manager of the 1 Mtpa Chelopech underground copper-gold mine in Bulgaria. He has worked at the Century lead-zinc mine, BHP's Queensland Nickel operations and Olympic Dam Operations.

Terramin's Executive Chairman, Dr Kevin Moriarty, said "Mr Howie's twenty years of experience as a professional engineer and manager in Australia and Europe would benefit both Angas and the Company's Tala Hamza development team. He will be focussing on maintaining the strong performance of Angas."

Quarterly production of zinc and lead concentrate from Angas is expected to reach record levels, exceeding the previous quarter by approximately 20%. This is a result of higher than planned mill throughput, metal recoveries and Pb head grade.

Dr Moriarty said the company was expecting to exceed its fourth quarter total concentrate production forecast by more than 10%.

"This puts us on track to achieve the high-end of forecast production of 62,500 tonnes of concentrate in 2009," Dr Moriarty said.

The trend to higher lead grades in concentrate has continued over the quarter, and shows a progressive increase over the half year. To date the fourth quarter grade is in the range 56-58 Pb %, compared with 54.5 Pb % in the third quarter.

"We are producing above forecast tonnes of lead concentrate at higher grades. This means about 10% more payable lead metal. Lead production is significant to cash flows from Angas and analysts are forecasting continued demand and high prices," he said.

"Mr Howie takes over an operation on a sound footing for 2010 with the ore stockpile at close to record levels."

About Angas Zinc Mine – Strathalbyn, South Australia

Angas Zinc Mine is located 2km from the rural town of Strathalbyn, 60km from Adelaide in South Australia. The 400,000 tpa operation was commissioned in July 2008.