

30 July 2010

**JUNE 2010 QUARTERLY ACTIVITIES REPORT****HIGHLIGHTS**

- **Funding secured for Kipoi Stage 1 development**
- **Approval for commencement of the development of Kipoi Stage 1 development**
- **Early works commenced at Kipoi site 1 July 2010**
- **45% increase in Kipoi Central Resource to 637,000t contained copper**
- **31% increase in total Kipoi Project area resources to 841,600t contained copper**
- **Completion of acquisition of 60% interest in Kipoi Project**
- **Cash balance at 30 July of A\$31.1 million (US\$27.8 million)**

**KIPOI DEVELOPMENT**

The following key milestones have now been achieved in respect of the Stage 1 development at Kipoi Central:

- All permits required to commence development now received.
- Detailed capital works budget, project implementation plan and Life of Mine Plan (LOMP) completed, within project economic parameters of the Revised Definitive Feasibility Study (RFDS). The current budgeted capital implementation cost of the Stage 1 development is US\$29.4 million.
- Major contracts finalised with MCK Trucks SPRL for the mining activities and with DRA Mineral Projects (Pty) Ltd for Lump Sum Turnkey (LSTK) contract Stage 1 heavy media separation (“HMS”) plant and infrastructure.

Exchanges:

ASX/TSX : TGS

Issued Shares: 596M

Options: 111M

Board of Directors:

Reg Gillard

David Young

Brad Marwood

Patrick Flint

Rhett Brans

Deon Garbers

Jesus Fernandez

- Early works at site commenced including; development of site access road, plant site earthworks, establishment of mining contractor and commencement of site clearing, development of site roads, preparation of the HMS products storage facilities, refurbishment of site accommodation and establishment of site communications and office.
- Personnel recruitment underway. Personnel for the key positions of Mine Manager, Plant Manager, Administration Manager and Health and Safety and Environmental Manager have been recruited.

The development plan anticipates commencement of production in the first quarter 2011.

## **KIPOI RESOURCES**

### ***Resource Upgrade***

During the quarter the Company announced a large and significant increase in the overall size of copper resource at the Kipoi Central deposit. Total copper metal content at Kipoi Central deposit increased from 439,000t Cu to 637,000t Cu of which 535,000t Cu has been classified as Measured and Indicated Mineral Resources. This represents a 45% increase in the total copper resource at Kipoi Central. It also takes the current total copper resource for the Kipoi Project to 841,000t Cu, total project silver increased to 3,691,000oz and total project cobalt to 28,600t (at the 0.5% Copper cut off).

The updated resource estimate is based on results of drilling that has extended mineralisation along strike from the area supporting the Stage 1 development by a further 400m (to a total of 800m) and over a width of 450m in a southwest direction (See Figure 1).

Drilling was directed by detailed geological mapping and surface sampling that indicated that mineralisation at Kipoi Central, rather than having a narrow focus, is far more pervasive and extends over a significant area. The results of extension drilling along strike show that sulphide mineralisation is present at depth and that potential exists for the expansion of the resource in this direction. Drilling in the western part of the resource has intersected widespread near-surface supergene mineralisation which provides further opportunities for future resource increases at Kipoi Central.

A revised model of the mineralisation at Kipoi Central was developed for the new resource estimate. Mineralisation is interpreted to occur within four major sub-parallel envelopes (lodes). The lodes are modelled as sub-horizontal envelopes having a north or northeasterly strike and with approximately 15 to 40 degrees westerly dips. Mineralisation outcrops in the northeast where it forms the high grade core to the overall body of mineralisation.

The revised resource estimate brings the Company closer to its objective of delineating a resource base of in excess of 1Mt of copper contained in oxide mineralisation within the Kipoi Project targeted for the end of 2011.

Further drilling programmes are planned at the Kipoi and Lupoto Projects, with objective of delineating JORC resources at the Judeira and Sase deposits and of further increasing size of resources at Kipoi Central and Kileba over the next 12 months.

**May 2010 Mineral Resource for Kipoi Central estimated by CSA Global**

Kipoi Central Deposit Grade Tonnage Reported above a Cut off of 0.50% Copper							
Category	Tonnes (MT)	Cu Grade (%)	Co Grade (%)	Ag Grade (g/t)	Copper (000'T)	Cobalt (000'T)	Ag (000'Oz)
Measured	9.18	3.78	0.14	3.68	347	13	1,085
Indicated	14.28	1.31	0.07	2.29	187	9	1,052
<b>Mea +Ind</b>	<b>23.46</b>	<b>2.28</b>	<b>0.09</b>	<b>2.83</b>	<b>535</b>	<b>22</b>	<b>2,138</b>
Inferred	12.02	0.85	0.05	0.47	102	6	182

Included within this revised resource estimate is the mineralisation that forms the basis for the July 2008 Mineral Resource estimated by Cube Consulting for the purposes of the Stage 1 development (there has been no change to this high grade component of the Mineral Resource).

<b>Kipoi Central - (High Grade Zone)</b>					
<b>Measured and Indicated Mineral Resource (lower cut off 5.0% Copper)</b>					
	<b>Tonnes (M)</b>	<b>Copper % Grade</b>	<b>Cobalt % Grade</b>	<b>Copper (000't)</b>	<b>Cobalt (000't)</b>
<b>Measured</b>	1.93	8.5	0.2	164	3
<b>Indicated</b>	0.93	7.4	0.1	68	1
<b>Total</b>	<b>2.86</b>	<b>8.1</b>	<b>0.15</b>	<b>232</b>	<b>4</b>

Figure 1 - Kipoi Central Resource Envelope 2010

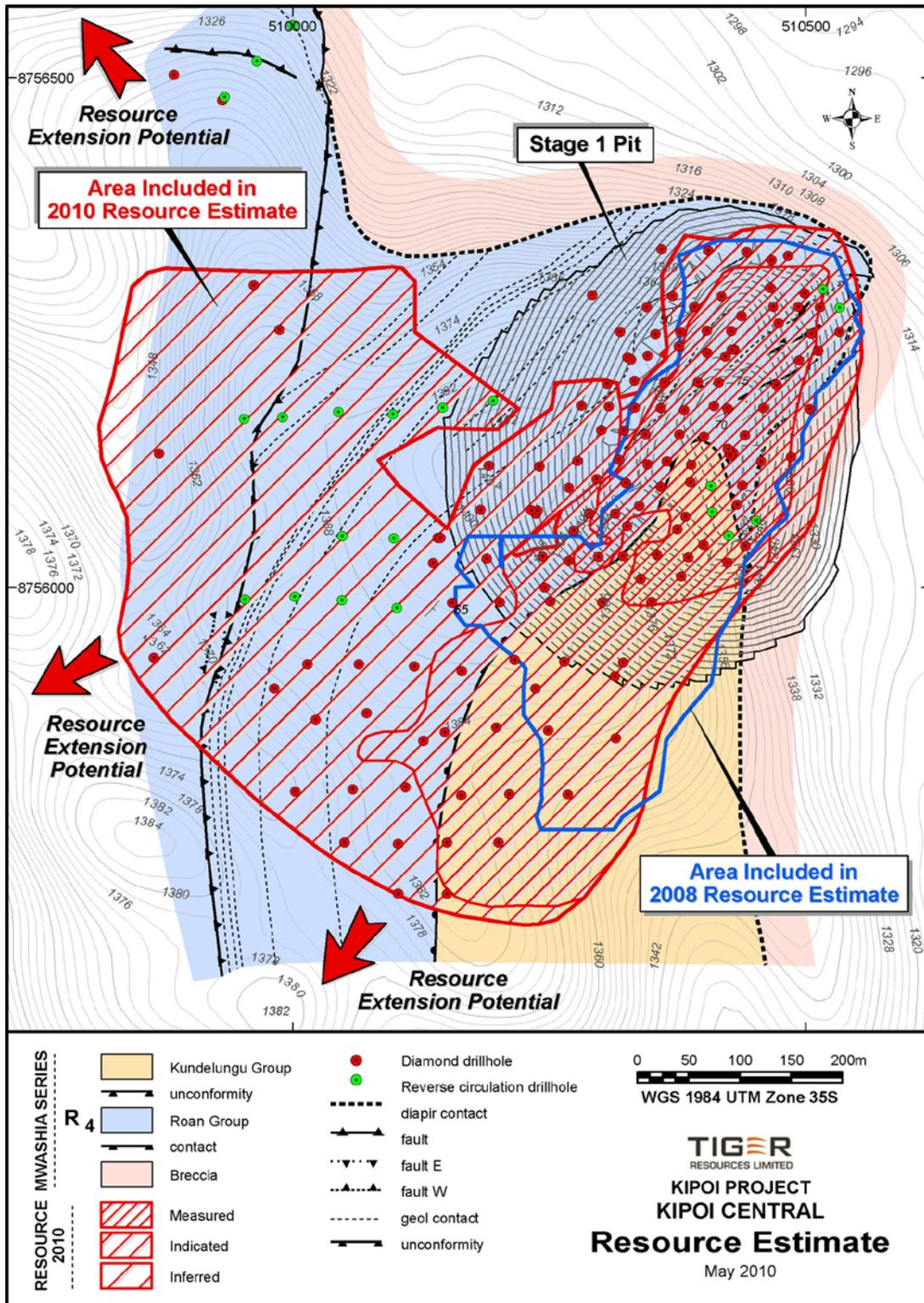
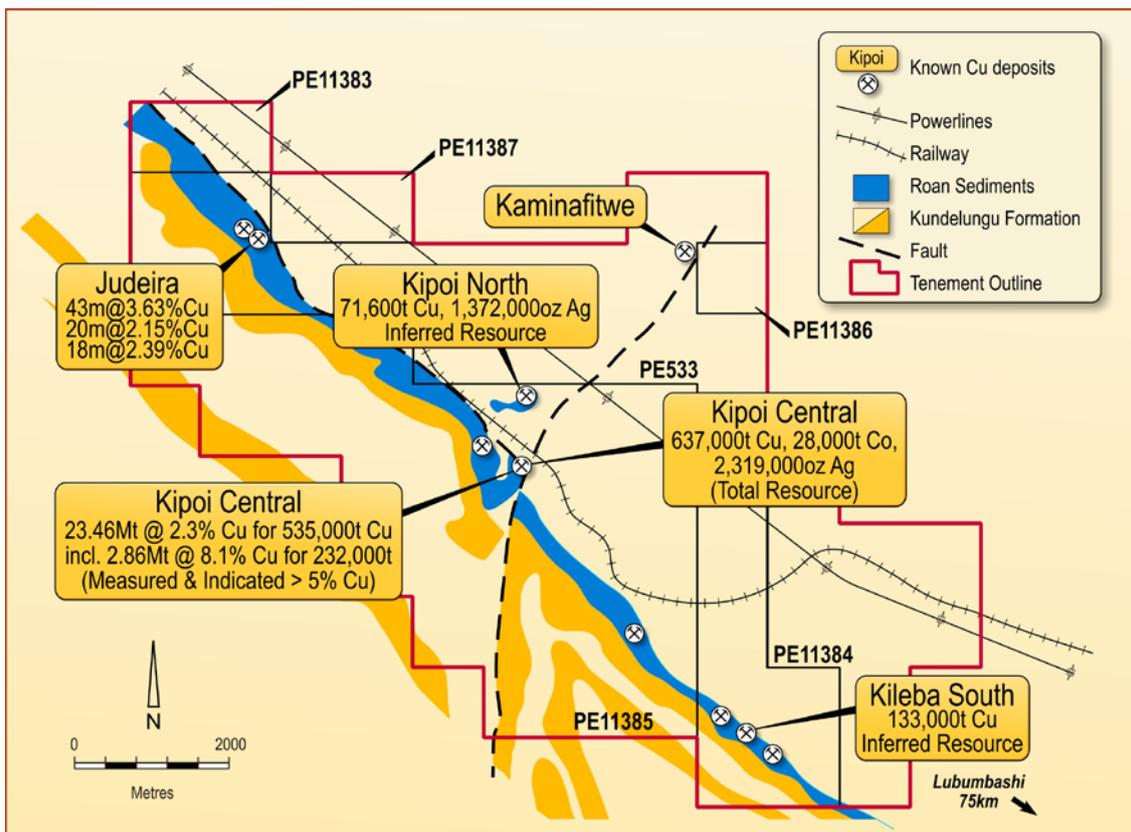


Figure 2 - Kipoi Project Geology and Mineral Resources



## **CORPORATE & FINANCE**

### ***Board and Executive***

Tiger welcomed the appointment of two new Non-Executive Directors to the Board following the approval of the arrangements with Trafigura Beheer B.V.

Mr. Deon Garbers brings to Tiger more than 20 years of exploration and development experience in Africa and has held senior positions within major operating companies for the last 10 years. His broad based African experience will compliment the expertise within the Tiger Board.

Mr. Jesus Fernandez currently holds the position of CFO Trafigura Mining division and brings to the Tiger board over 15 years of international financial management and banking expertise with worldwide experience in maximising profitability for mining operations.

Following completion of the funding and offtake arrangements for the Stage 1 development at Kipoi, Mr Patrick Flint has moved from Executive Director to Non-Executive Director status. Mr Stephen Hills was appointed as Chief Financial Officer during the quarter.

### ***Cash Position***

During June 2010 Tiger announced a private placement to institutional investors and a Share Purchase Plan (SPP) to existing shareholders to raise funds for project development costs at the Kipoi Project, to provide funds for exploration and to provide sufficient working capital for corporate costs and contingencies.

Tranche 1 of the private placement was completed on 8 June 2010 for gross proceeds of A\$10.591 million. Subsequent to the quarter end, Tranche 2 of the private placement and the SPP and associated top-up has been completed for proceeds of A\$23.6 million.

At 29 July 2010 the Company has cash balances totalling A\$31.1 million (US\$27.8 million).

### ***Debt Financing Arrangements***

Tiger has arranged the following debt facilities with Trafigura Beheer B.V. (“Trafigura”):

- US\$12 million loan note facility to fund the acquisition by Tiger Congo SPRL of the remaining 50% interest of Congo Minerals SPRL
- US\$ 15 million debt facility for funding of the Kipoi Stage 1 project development costs

Drawdown under the US\$12 million loan note facility took place in May 2010 to finalise the acquisition of Congo Minerals SPRL. Congo Minerals SPRL holds a 60% interest in SEK SPRL, the operating company which holds the Kipoi project licences, and the US\$12 million payment to the vendors therefore completed the acquisition of the 60% interest in the Kipoi Project for Tiger.

As noted above, the current budgeted capital implementation cost for the Stage 1 development at Kipoi is US\$29.4 million. It is proposed this will be funded from existing cash reserves and the US\$15 million debt facility with Trafigura.

### **BACKGROUND**

The Kipoi Project covers an area of 55 sq kms and is located 75km north - north - west of the city of Lubumbashi in the Katangan Province of the DRC. The Project contains a 12km sequence of mineralised Roan sediments that host at least five known deposits: Kipoi Central, Kipoi North, Kileba, Judeira and Kaminafitwe. The Company has reported JORC standard resources at three of the deposits. The principle deposit is Kipoi Central which contains a zone of high grade copper mineralisation within a much larger lower grade global resource. The Company proposes a staged development at the Kipoi Project. The high grade zone of mineralisation at Kipoi Central is proposed to be exploited during the Stage 1 development. During the three year life of Stage 1 a total of 900,000tpa of 7% Cu is planned to be processed through a Heavy Media Separation plant to produce the equivalent of 35,000tpa of Copper.

For further information in respect of the Company's activities, please contact:

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*Caution Regarding Forward Looking Statements: The forward-looking statements made in this report are based on assumptions and judgments of management regarding future events and results. Such forward-looking statements, including but not limited to those with respect to the development of a Stage 1 mining operation at the Kipoi Project involve known and unknown risks, uncertainties, and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any anticipated future results, performance or achievements expressed or implied by such forward-looking statements. Such factors include, among others, the actual market prices of copper, cobalt and silver, the actual results of current exploration, the actual results of future mining, processing and development activities, changes in project parameters as plans continue to be evaluated, as well as those factors disclosed in the Company's filed documents. There can be no assurance that the Kipoi Project will be successfully developed, that any mineralisation previously disclosed in respect of the Kipoi Project will be proven to be economic, that anticipated metallurgical recoveries will be achieved, that future evaluation work will confirm the viability of deposits identified within the project or that future required regulatory approvals will be obtained.*

*Scientific or technical information in this news release has been prepared under the supervision of Mr Bradley Marwood, Joint Managing Director and a full-time employee of the Company and a Member of the AusIMM.( 101610) Mr Marwood has sufficient experience which is relevant to the style of mineralization under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the JORC Code and to qualify as a "Qualified Person" under NI 43-101. Mr Marwood has verified the data disclosed in this news release, including sampling, analytical and test data underlying the information or opinions contained in this news release. Mr Marwood consents to the inclusion in this news release of the matters based on his information in the form and context in which it appears.*