



outbackmetals

17th February 2011

General Manager
ASX Company Announcements Office
Australian Securities Exchange

OUTBACK METALS WELL PLACED TO CAPITALISE ON RECORD METAL PRICES

**Tin exceeding US\$30,000 per tonne
Copper price reaches US\$10,000 per tonne
Costeaming and drilling programmes proposed**

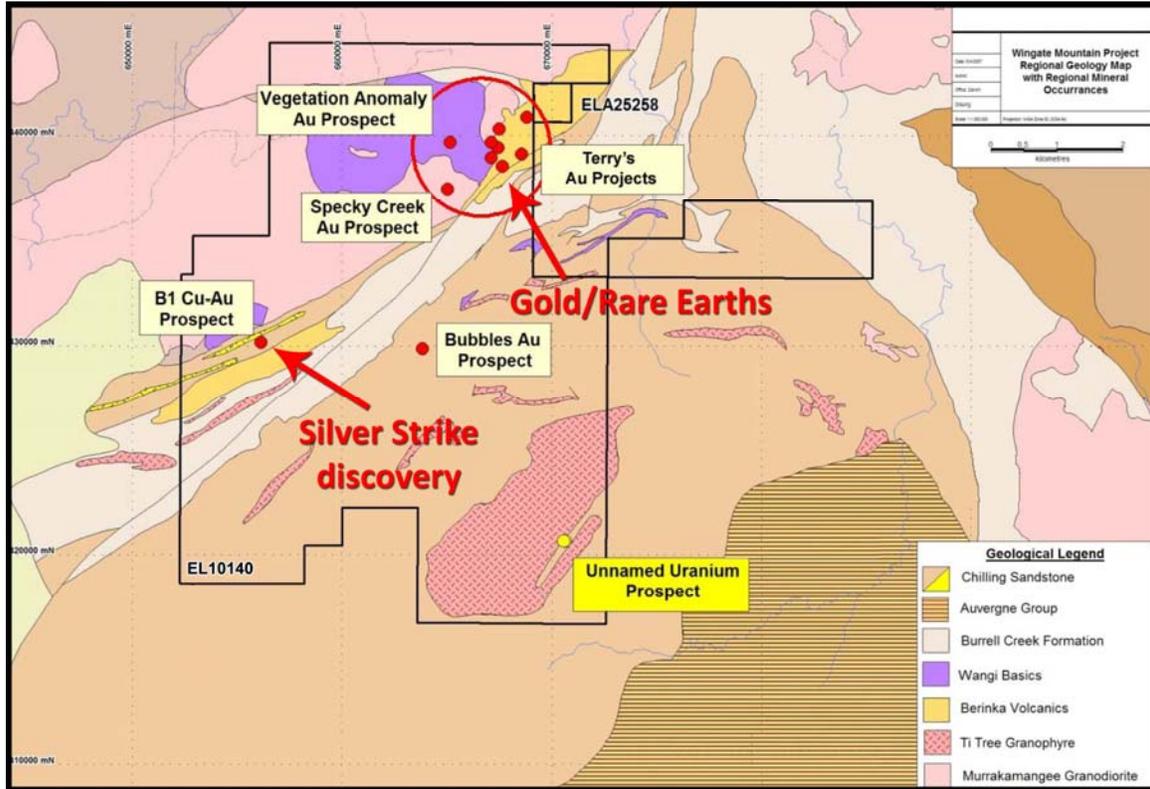
Outback Metals Limited (ASX:OUM) has over 3,200 square kilometres of tenements in the Northern Territory's highly prospective tin-tungsten, copper and gold terrains as well as rare earth projects, and excellent uranium prospectivity in tenements to the east of the Ranger uranium mine.

Commenting on the Company's outlook, Outback's Executive Chairman, Mr Graham Chrisp said, "It's a very exciting time for Outback. We are well situated to capitalise on the current commodity prices. With the addition to the board of Mike Hatcher (an experienced gold explorer and developer) late last year and more recently Richard Bradey (with strong experience in base metals, including copper, and gold) joining the executive team as CEO, the Company now has the in-house geological expertise to explore the Company's highly prospective tenements.

We are very excited about the potential of the Wingate Project (**gold, copper, rare earths and silver**) where we're planning to costean and subsequently drill in the 2011 field season. The program is proposed to test continuity of mineralisation at depth and between the NE trending, gold and copper bearing reefs and to follow up the high grade rare earth element assays to determine the extent of a potential resource.

The very encouraging copper – gold – silver rock chip samples from the Silver Strike Prospect (up to 3.65% copper, 0.75g/t gold, 175g/t silver) are also proposed to be followed up while we have equipment in the area.

On the Mt Wells tin-copper-tungsten project and the Maranboy tin project, the company's mining consultant is currently undertaking a desktop study to determine the resource requirements for viable mining. As Outback has granted mining tenements, there is potential for mining of resources subject to viability."



The Outback Metals Limited Wingate Mountains project area (100% OUM)

The information in this report that relates to Exploration Results is based on information compiled by Mr. Richard Bradey, who is a Member of The Australian Institute of Mining and Metallurgy. Mr Richard Bradey is employed by Outback Metals Limited. Mr Richard Bradey has sufficient experience which is relevant to the style of mineralization 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 "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves." Mr Richard Bradey consents to the inclusion in the presentation of the matters based on his information in the form and context in which it appears.

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