

Drilling expands Simuku copper boundaries



Coppermoly's New Britain projects.



Coppermoly geologist Peter Ainge inspects Nakru 1 core.

THE first phase of drilling at Coppermoly's Simuku project on the island of New Britain in Papua New Guinea has confirmed widespread copper and molybdenum mineralization.

Fifteen diamond drill holes, totalling 4194 metres, have been drilled at the Nayam and Misili prospects.

A drill hole at Nayam intersected 282 metres from 18 metres downhole grading 0.45% copper, 64 ppm molybdenum, 0.7 grams/tonne gold and 2.0 grams/tonne silver, for 0.58% copper equivalent.

Drilling confirmed southwest extensions of mineralization beneath the Nayam trench at surface, which intersected 117 metres of 0.60% copper.

About 800 metres to the south at the Misili prospect a drill hole intersected 84 metres from 12 metres downhole grading 0.56% copper equivalent, including 18 metres @ 0.87% copper equivalent. Another hole intersected 46 metres from 19 metres grading 0.59% copper equivalent and another 136 metres from 139 metres depth grading 0.53% copper equivalent.

Also at the Tobarum prospect, between Nayam and Misili, a hole intersected 101.2 metres grading 0.52% copper equivalent. The hole was terminated in 0.55% copper.

These results, together with 22 other drillholes at and between the prospects, confirm widespread copper mineralization up to 364 metres depth over an area of more than 1100 metres by 500 metres.

Trenching results are expected to help demonstrate the continuity of surface mineralization.

The first resource estimation at Simuku is being undertaken at and between the prospects. It will cover about one-third of the porphyry-style min-

eralization that is present discontinuously over an area about 4.5km by 1.0km.

Coppermoly managing director Peter Swiridiki says: "The latest results will help us establish a substantial initial resource at Simuku. It is quite rare to find large copper-molybdenum mineralized systems only one hour's drive from a functioning deep water port and essential services.

"There also remain zones of high-grade molybdenum mineralization yet to be fully tested by drilling."

The company's initial exploration target at Simuku is 300-500 million tonnes grading between 0.4% and 0.5% copper.

Meanwhile the first ever drill hole completed at the company's Nakru-2 prospect, also on New Britain, has intersected 27.7 metres grading 1.90% copper with minor zinc, gold and silver occurrences. This is promising when considered with previously reported high grade copper in bulldozer trenches and a large 3-D induced polarization anomaly.

The second drill hole intersected 26 metres grading 1.65% copper within 73 metres grading 0.96% copper. This targeted the high-grade copper sulphide mineralization intersected in a trench with 19 metres grading 4.3% copper.

An historic rock chip sample from the same trench graded 19% copper.

Nakru-2 is 1km west of the Nakru-1 prospect. Exploration to date at Mt Nakru indicates a large body of sulphide mineralization with an exploration target of 30-50 million tonnes @ 1-2% copper. There is a separate upper gold blanket exploration target at Nakru-1 of 10-20 million tonnes of 0.5-1.0 grams/tonne gold.

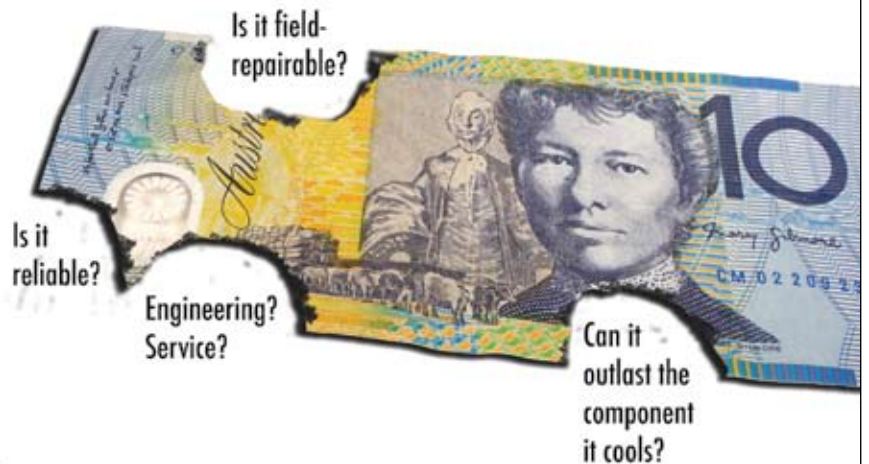
YOU CAN PAY LESS FOR A RADIATOR OR OIL COOLER, BUT WHAT DO YOU GIVE UP?

Do you really want to find out?



Manufactured and distributed by
L & M RADIATOR PTY LTD
 Cnr Kew & Kathleen Streets Welshpool
 Ph: +61 8 93616855 Fax: +61 8 94703075

Email: cool@mesabi.com.au Web: www.mesabi.com.au



Balikpapan, Kalimantan
 PT Bhumi Phala Perkasa
 Martin Rausch
 +62 811544126

Jakarta
 PT Indacool Solusi Cemerlang
 Bradley Bond
 +62 8121050669

Philippines
 Nobel Equipment
 Tony Guevara
 +63 9088857472

East Malaysia
 Coral Alliance Sdn Bhd
 Lawrence Tan
 +60 128086688