



Monday 26 July 2010

## **TOLL TREATMENT ENQUIRIES AND PREPARATION FOR MINING AT CELTIC**

Terrain Minerals has received enquiries from TWO surrounding treatment plants, with a view to having the ore from the Celtic open pit processed at either facility.

Based on current discussions, Terrain anticipates that mining could commence as early as the end of the current quarter pending timely finalisation of toll treatment arrangements.

In order to facilitate the toll processing, Terrain has:

- Been involved in active discussions to finance the mining of the Celtic ore via a gold loan facility, convertible note facility, or similar methods of financing..
- Continued to discuss further equity contributions from potential strategic investors, including other listed companies. Should the Company not complete the current placement of the shortfall rights issue then a new capital raising is planned.
- Maintained active communication with mining contractors and all other staff required to commence a mining operation in the near term.
- Ensured all necessary mining approvals are currently in place.

On behalf of the Board

A handwritten signature in blue ink that reads 'C S Tomich'.

Chris Tomich  
Managing Director