



Company Announcements Officer
ASX Ltd

12 June 2009

Mining Partnership at Bundarra

- Terrain Minerals Ltd ("Terrain") has reached an in principle agreement with Bundarra Mining Pty Ltd ("Bundarra"), a consortium of established mining contractors to open pit mine at the Celtic and Great Western gold deposits. The parties will now proceed to formal documentation.
- Bundarra will provide all the working capital, with no charge to TMX and the mine profits will be divided 50:50 between TMX and Bundarra.
- At Celtic a previous pit design had received statutory approvals to mine, but no operations were carried out. The open pit mine plan has now been reviewed by consultant mining engineers, Holly Mining Pty Ltd and Croeser Pty Ltd and probable reserve of 240,000t @ 2.12g/t gold (16,200 oz) has been confirmed.
- At the Great Western deposit, a 2002 mining study identified a profitable open cut mining operation at the then prevailing gold price. A new pit optimisation study, incorporating present day costs and gold price is currently in progress.
- Following the completion of the Great Western pit optimisation study a detailed mine plan and schedule will be developed for both deposits. Preparations are in progress to apply for the appropriate statutory mining approvals.

Separate mining studies are also underway on other Terrain held gold deposits.

Further information regarding Terrain's projects and exploration programs can be found on the Company's website, www.terrainminerals.com.au

Keith Wells
Managing Director
Terrain Minerals Ltd
ABN: 45 116 153 514
Telephone: +61 8 9481 2455
terrain@terrainminerals.com.au

Independent mining consultants W Holly (Holly Mining Pty Ltd) and R Croeser (Croeser Pty Ltd) are both Members of the Australasian Institute of Mining and Metallurgy. They both have sufficient experience relevant to the style of mineralization and type of deposit under consideration, and to the activity which they have undertaken, to both qualify as Competent Persons as defined in the 2004 Edition of the JORC Code

The information in this report that relates to Exploration Results is based on information compiled by Mr. Keith Wells, who is a full-time employee of Terrain Minerals Ltd. Mr. Wells is a member of The Australian Institute of Geoscientists and has sufficient experience which is relevant to the style of mineralisation 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 the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Wells's consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

Bundarra: Geology, Gold Deposits & Prospects

