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E-lodgement, 11 pages

12 June 2008

REDBANK COPPER PROJECT BOOSTED BY FURTHER HIGH GRADE INTERCEPTS

HIGHLIGHTS

- **Excellent results received from final 6 diamond holes of a 1,600 metre RC and diamond drilling program at the Redbank Copper Project in the Northern Territory.**
- **Assay results returned substantial widths and high grades, including:**
 - **44m at 7.1% Cu from 5m, including 22m at 13.22% Cu; and,**
 - **19m at 4.91% Cu from surface.**
- **Wide sulfide intercepts grading up to 6.33% Cu below pit floor at Sandy Flat.**
- **Revised Mineral Resource estimate with a view to upgrade of the resource category to Indicated and Measured due in July 2008.**

Redbank Mines is pleased to announce the completion of a highly successful, 1,600 metre in-fill drilling programme at its 100%-owned Redbank Copper Project in the Northern Territory.

The final 6 diamond holes of the 29 diamond and RC drill holes completed at the Sandy Flat, Redbank, Azurite, and Bluff deposits returned excellent widths and further high grades, including:

- **44m at 7.1% Cu** from 5m, including **22m at 13.22% Cu** (Redbank Hole RB08-17);
- **19m at 4.91% Cu** from surface (Azurite Hole AZ08-30);
- **13m at 2.41% Cu** from 92m, including **5m at 4.28% Cu** (Sandy Flat Hole SF08-02) (sulfide intersection); and
- **41m at 1.67% Cu** from 113m including **6m at 6.33% Cu** (Sandy Flat Hole SF08-01) (sulfide intersection);

The results include two deep holes drilled to test for sulfide mineralisation below the bottom of the existing pit at the Sandy Flat deposit, with both holes encountering sulfide mineralisation with good grade and continuity at up to 150m vertical depth.

Two holes were drilled to test oxide (near surface) zones at the Redbank and Azurite deposits respectively, which returned wide intercepts with exceptionally high grades.

Two further holes at the Bluff deposit also returned high grades over wide intercepts.

Highlights (see **Tables 1 to 4** for complete summary of results):

Hole No	From	Intercept m	Grade Cu %
AZ08-30	Surface	19m	4.91%
RB08-17	7m <i>Incl.</i>	44m 22m	7.10% 13.22%
SF08-01	113m <i>Incl.</i>	41m 6m	1.67% 6.33% *
SF08-02	92m <i>Incl. from 97m</i> 171m	13m 5m 33m	2.41% 4.28% 1.10m *
BL08-18	25m 44m	9m 39m	2.42% 1.80% *
BL08-20	Surface	9m	2.18%

* Sulfide Mineralisation

Total drilling advance for the in-fill programme was 1,600 metres, comprising the 6 diamond holes for 706 metres and 23 RC drill holes for 875 metres. Results from the RC drill programme were announced to ASX on 28th May 2008.

The announcement of these final 6 diamond drill holes marks the completion of the planned in-fill drill programme geared to fast track the Redbank Copper Project to development stage.

A revised mineral resource estimate with a view to an upgrade of the resource category within the mineralisation envelope from Inferred to Measured and Indicated is due in July 2008.

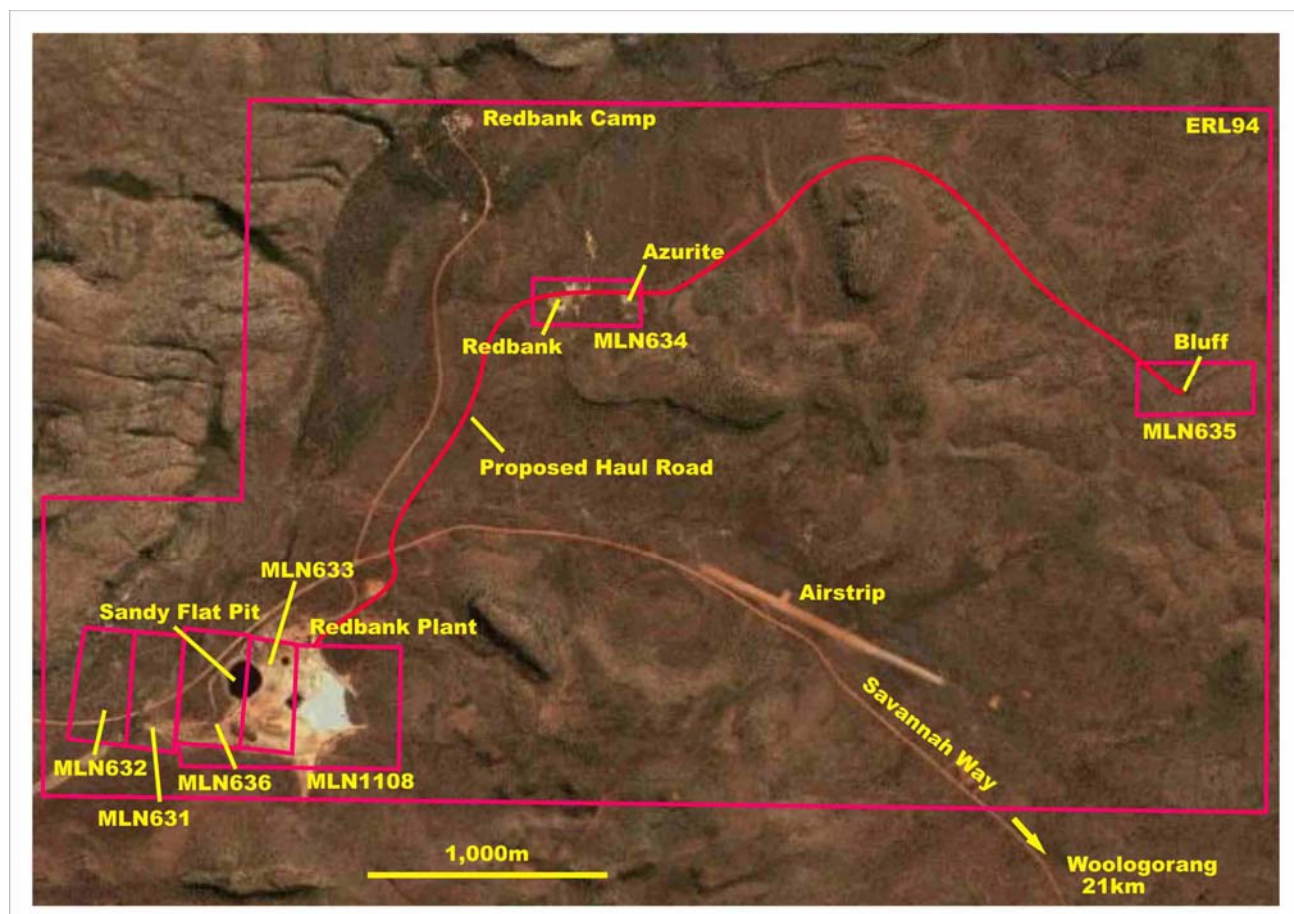


Figure 1 Redbank Copper Project NT– location of breccia pipe deposits and minesite area.

Sandy Flat

Two “scissor” diamond drill holes have been completed at the Sandy Flat deposit located adjacent to the present processing plant (**Figure**

1), for a total advance of 465m. These holes were drilled to test the sulfide zone in the area immediately below the current open pit, mined in the mid 1990’s to depth of around 45m.

The holes were drilled at a relatively flat angle to provide more information to the current geological model, and to test for higher grade core zones of sulfide mineralisation (>2% Cu) contained within the vertical breccia pipe.

Intercepts included: **13m at 2.41% Cu** from 92m, including **5m at 4.28% Cu** from Hole SF08-02; and **41m at 1.67% Cu** from 113m including **6m at 6.33% Cu** from Hole SF08-01 (**Figure 2**).

These results demonstrate excellent continuity of sulfide mineralisation below the pit floor where the mineralised pipe has a diameter of approximately 100 metres. This is expected to provide a source of immediate mill feed of sulfide material upon dewatering of the pit.

Previous diamond drilling of the Sandy Flat deposit shows the sulfide resource extends beyond the present depths tested to at least 400m vertically and remains open below this depth.

Redbank Deposit

A shallow diamond drill hole was drilled for a total of 66m advance at the Redbank Deposit located 2km from the present processing area (**Figure 1**). Previous drilling by the Company identified a broad zone of oxide copper mineralisation extending from surface to about 35m in depth.

The intercept of **44m at 7.1% Cu** from 5m including **22m at 13.22% Cu** from Hole RB08-17 (**Figure 3**) demonstrates a zone of very high grade within the breccia pipe at the Redbank Deposit. Supergene processes have enriched the pipe as well as dispersing the oxide copper mineralisation into the surrounding host rocks.

Results from this diamond hole follow results from RC drilling completed in March and April 2008, the highlights of which include (refer **Table 1(a)**):

- **37m at 8.4% Cu** from 5m, including **10m at 20.67% Cu** - Hole RB08-14;
- **35m at 3.92% Cu** from 6m, including **8m at 12.8% Cu** - Hole RB08-13; and,
- **23m at 3.39% Cu** from surface including **10m at 6.01% Cu** - Hole RB08-10.

As a result of this drilling, the average grade for the revised Inferred Resource estimate for the Redbank Deposit (**Table 5**) is expected to be enhanced, along with the Company's overall

confidence in the Project's overall development potential. Diamond core from this hole will also provide metallurgical information for the current oxides DFS study.

The breccia pipe remains open below the deepest intercepts at about 60m to 70m vertical, and can now be targeted with further deeper drilling to define the extent of sulfide mineralisation through the entire 250 to 300m thickness of the host Gold Creek Volcanics and define an initial sulfide resource.

Azurite Deposit

A shallow diamond drill hole was drilled at Azurite located 2km from the present plant area (**Figure 1**) for a total of 36m advance. Previous drilling by the Company identified a broad zone of shallow sub-horizontal copper mineralisation developed by oxide dispersion from a series of small fissures, extending from surface to about 35m in depth.

The intercept of **19m at 4.91% Cu from surface** from Hole AZ08-30 demonstrates that high grade zones occur within the deposit corresponding to the vertical higher grade fissures occurring within the broad oxide blanket (**Figure 4**). Core from this hole will also provide metallurgical information for the current oxides DFS study.

Results from this diamond hole follow results from RC drilling completed in March and April 2008, the highlights of which include (refer **Table 2(a)**):

- **13m at 4.09% Cu** from 8m including **3m at 9.55% Cu** - Hole AZ08-28; and,
- **12m at 4.42% Cu from 3m** – Hole AZ08-22.

Grades received from the most recent round of RC and diamond drilling are consistently higher than the average grade previously calculated for the Inferred oxide resource (**Table 5**) at Azurite, and both the grade and confidence level of the deposit are expected to be enhanced as a result of this drilling.

Bluff Deposit

Two diamond drill holes were drilled at the Bluff Deposit located approximately 4.5km from the present plant area (**Figure 1**) for a total of 139m advance, primarily to better define the near surface oxide mineralisation of the deposit and the upper portion of the sulfide zone, as well as

to provide metallurgical and geotechnical information for the current DFS study.

The intercepts of **9m at 2.42% Cu from 25m and 39m at 1.80% Cu from 44m** from Hole BL08-18 are higher grade than the average of the presently defined oxide zone. Similarly, the **9m at 2.18% Cu from surface** encountered in Hole BL08 -20 intersecting the upper zone of the Bluff sulfide mineralisation is higher than the presently defined average grade of the resource.

Results from this diamond hole follow results from RC drilling completed in March and April 2008, the highlights of which include **41m at 1.62% Cu from 1m from Hole BL08-17** (refer Table 3(a)).

The completion of the in-fill drilling programme will now allow a revised mineral resource estimate to be generated by the Company's consultants, followed by detailed pit design, mine scheduling and planning as part of the DFS presently underway.

Yours faithfully,

Redbank Mines Limited

Jerome G Vitale
Managing Director

Competent Persons:

Information in this report on Mineral Resources at the Redbank Copper Project is based on information compiled by **Mr Phil Jankowski**, who is a Member of The Australasian Institute of Mining and Metallurgy. Phil Jankowski is a full-time employee of SRK Consulting (Australasia) Pty Ltd, 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 Jankowski consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

All other geological information on the Redbank Copper Project insofar as it relates to the Company's exploration results at the Redbank Copper Project, is sourced from information compiled by **Dr D James Searle**, B.Sc, PhD, MAusIMM and **Mr Craig Hall**, MAusIMM, MAIG. Dr Searle is an Executive Director of Redbank Mines Limited. Mr Hall is a senior manager of the Company. Dr Searle and Mr Hall have sufficient expertise 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 Mineral Resources and Reserves'. Dr Searle and Mr Hall have approved the inclusion of the statement in the form and context which it appears.

Figure 2 – Sandy Flat Deposit Cross Section 2008 Diamond Drilling

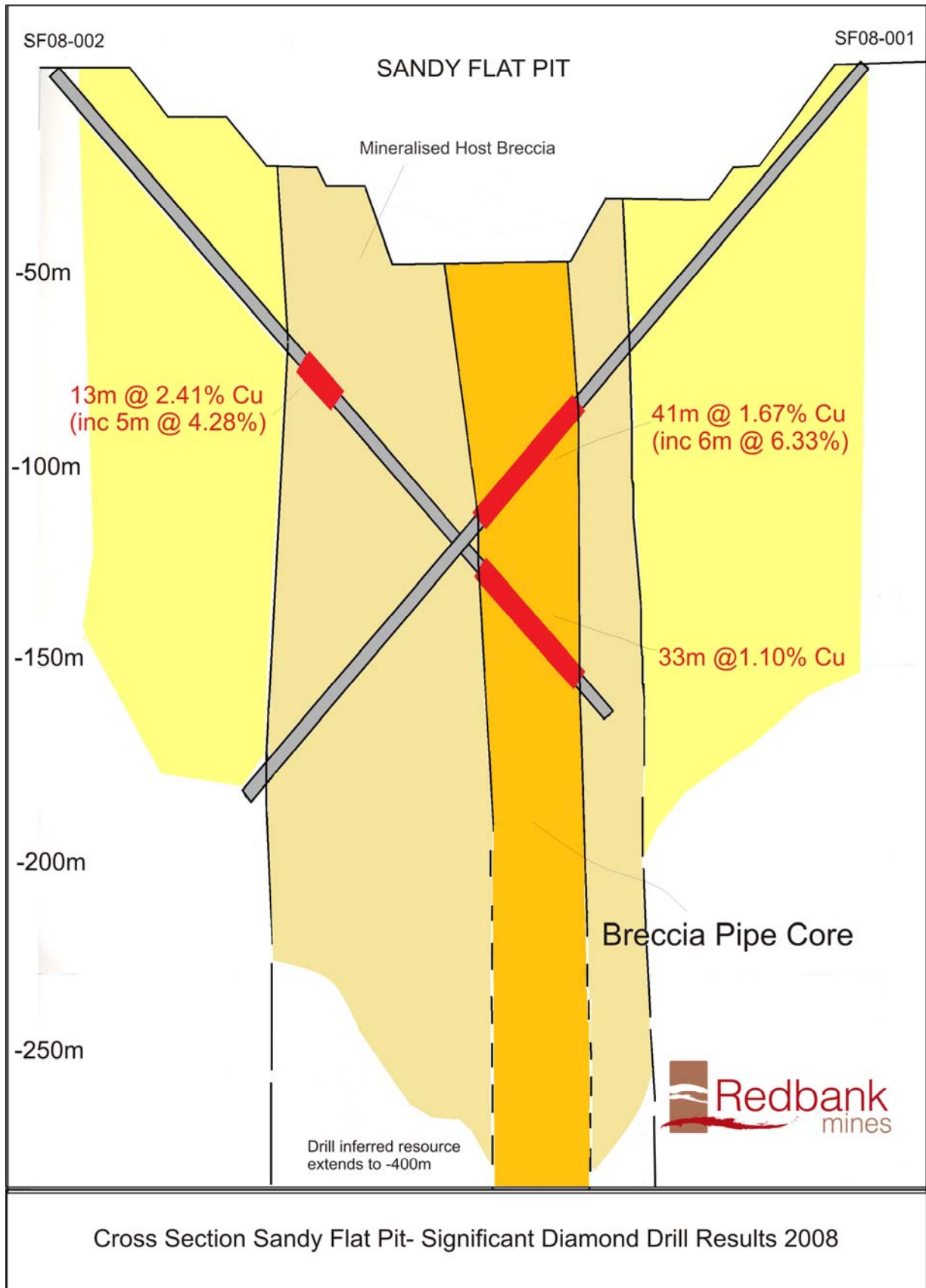


Figure 3 - Redbank Deposit 2008 Resource Definition

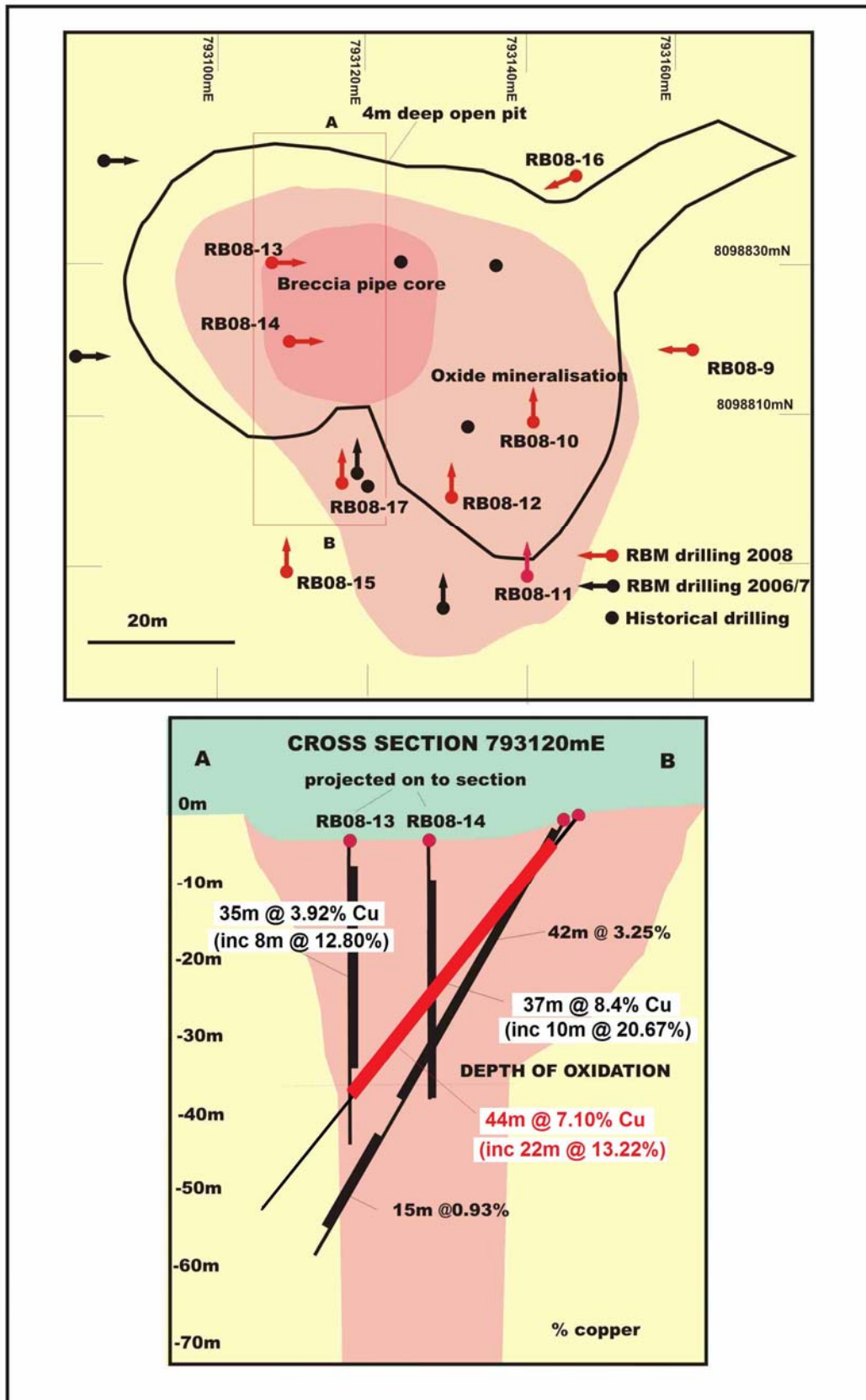


Figure 4 - Azurite Deposit 2008 Resource Definition Drilling

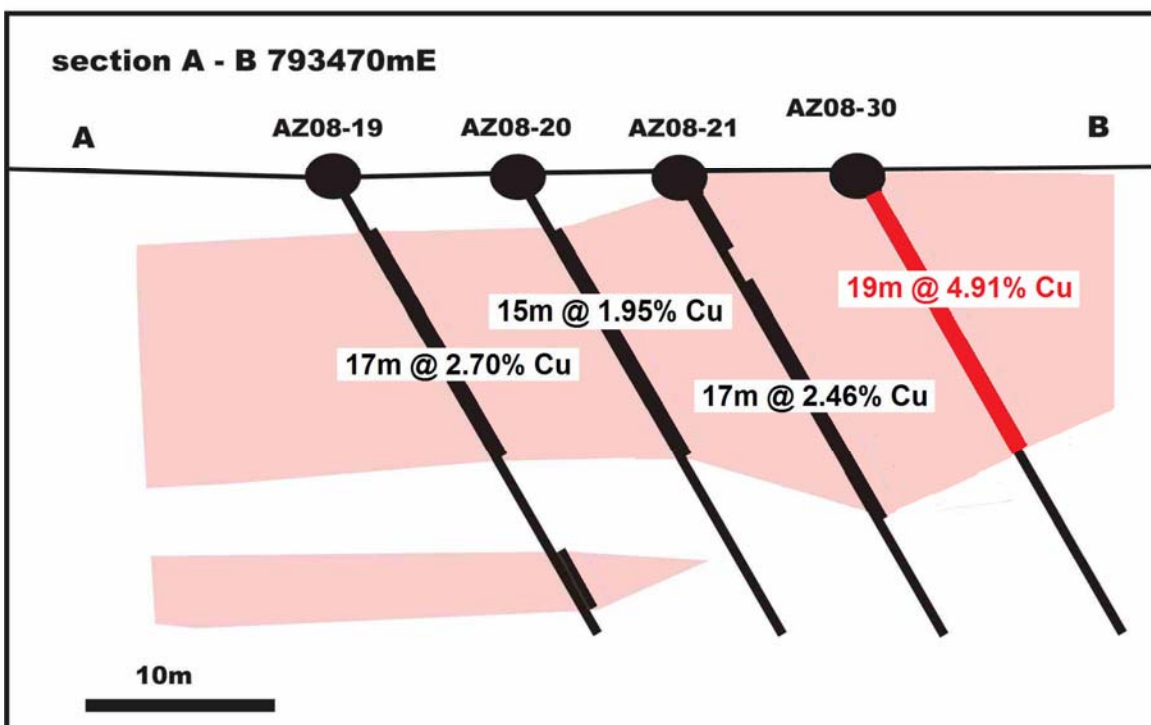
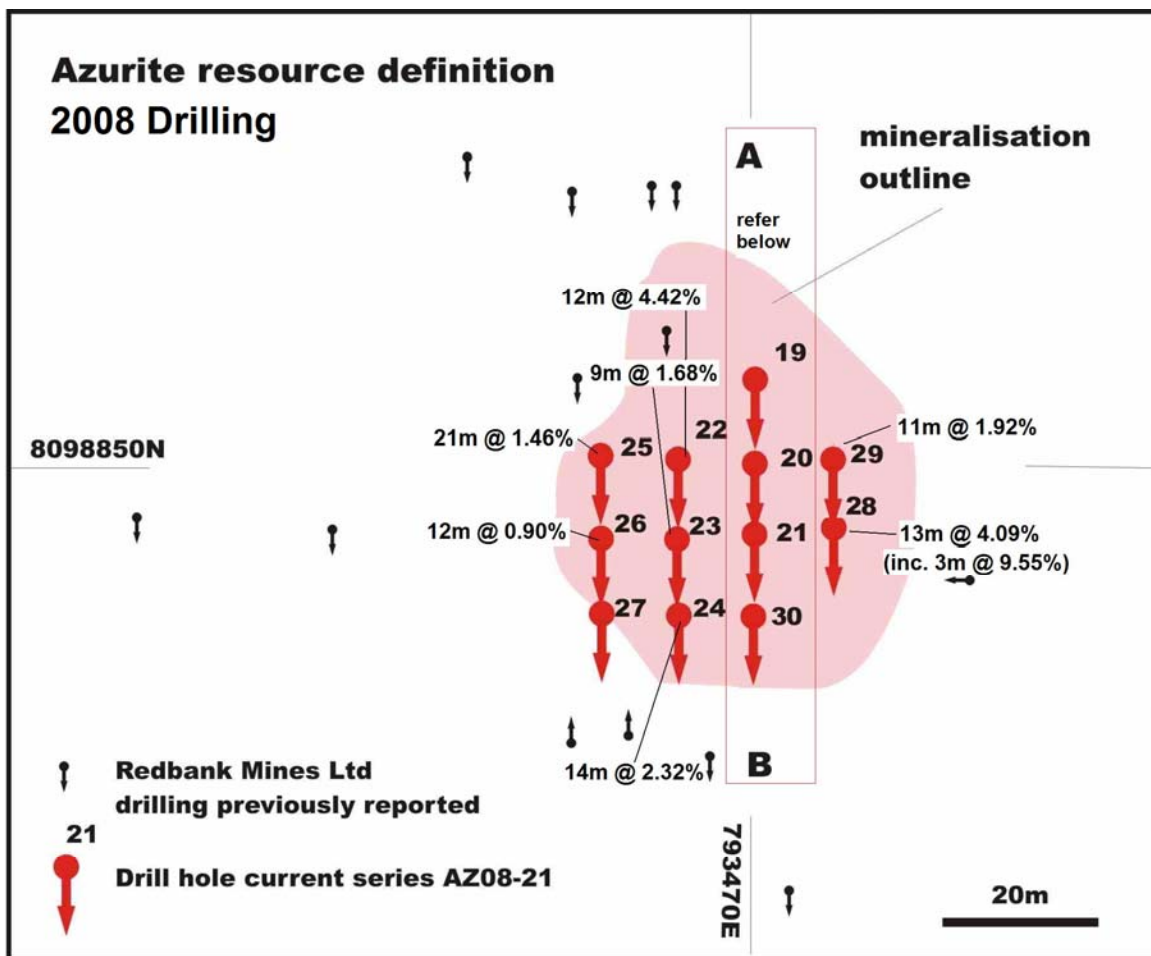


Table 1

2008 Diamond drilling at the Redbank Deposit. Significant (2m >0.5% Cu) results from final independent laboratory assays provided by SGS Australia Pty Ltd. Easting and Northing are in GDA94 format +/-0.5m.

Hole No	Easting m	Northing m	Az/Dec Deg.	Depth m	From m	To m	Intercept m	Cu %
RB08-17	793120	8098800	000/50	66	7	51	44	7.1
						<i>Incl.</i>	22	13.22
					53	55	2	0.65*

Table 1(a)

2008 Infill RC drilling at the Redbank Deposit. Significant (2m >0.5% Cu) results from final independent laboratory assays provided by SGS Australia Pty Ltd. Easting and Northing are in GDA94 format +/-1m.

Hole No	Easting m	Northing m	Az/Dec Deg.	From m	To m	Intercept m	Cu %
RB08-09	793155	8098820	270/60	0	7	7	0.90
				32	45	13	0.83
RB08-10	793140	8098810	000/60	0	23	23	3.39
					<i>Incl.</i>	10	6.01
				31	37	6	3.42
				48	56	8	0.87
RB08-11	793140	8098790	000/60	0	16	16	1.60
				24	31	7	1.51
RB08-12	793130	8098800	000/60	1	10	9	0.78
				25	42	17	1.85
				46	49	3	1.30
RB08-13	793110	8098320	090/60	6	41	35	3.92
					<i>Incl.</i>	8	12.80
RB08-14	793110	8098310	090/60	5	42*	37*	8.40
					<i>Incl.</i>	10	20.67
RB08-15	793110	8098790	000/60	11	13	2	0.60
				18	20	2	0.75
RB08-16	793146	8098841	243/60	12	15	3	0.73
				26	41*	15**	0.91

* RB08-13 terminated at 42m in mineralisation due to water influx

** RB08-16 terminated at 41m in mineralisation

Table 2

2008 Diamond drilling at the Azurite Deposit Significant (2m >0.5% Cu) results from final independent laboratory assays provided by SGS Australia Pty Ltd. Easting and Northing are in GDA94 format +/-0.5m.

Hole No	Easting m	Northing m	Az/Dec Deg.	Depth m	From m	To m	Intercept m	Cu %
AZ08-30	7934670	8098829	000/60	36	0	19	19	4.91
					22	24	2	0.97

Table 2(a)

2008 Infill RC drilling at the Azurite Deposit. Significant (2m >0.5% Cu) results from final independent laboratory assays provided by SGS Australia Pty Ltd. Easting and Northing are in GDA94 format +/-1m.

Hole No	Easting m	Northing m	Az/Dec Deg.	From m	To m	Intercept m	Cu %	
AZ08-19	793470	8098860	180/60	2	19	17	2.70	
				23	24	1	1.24	
				26	29	3	2.22	
AZ08-20	793470	8098850	180/60	4	19	15	1.95	
AZ08-21	793470	8098840	180/60	0	2	2	2.12	
				6	23	17	2.46	
AZ08-22	793460	8098850	180/60	3	15	12	4.42	
				28	33*	5*	1.28	
AZ08-23	793460	8098840	180/60	5	6	1	1.28	
				10	19	9	1.68	
AZ08-24	793460	8098830	180/60	0	14	14	2.32	
AZ08-25	793450	8098850	180/60	0	21	21	1.46	
AZ08-26	793450	8098840	180/60	0	12	12	0.90	
				16	19	3	1.01	
AZ08-27	793450	8098830	180/60	No Significant intercept				
AZ08-28	793480	8098840	180/60	8	21	13	4.09	
					<i>Incl.</i>	3	9.55	
				24	26	2	0.96	
AZ08-29	793490	8098850	180/60	3	14	11	1.92	
				21	26	5	1.82	

* AZ08-22 terminated at 33m in mineralisation

Table 3

2008 Diamond drilling at the Bluff Deposit Significant (2m >0.5% Cu) results from final independent laboratory assays provided by SGS Australia Pty Ltd. Easting and Northing are in GDA94 format +/-0.5m.

Hole No	Easting m	Northing m	Az/Dec Deg.	Depth m	From m	To m	Intercept m	Cu %
BL08-18	796171	8098239	180/60	99.2	0	3	3	1.02
					6	10	4	0.96
					17	20	3	0.90
					25	34	9	2.42
					37	40	3	1.00
					44	83	39	1.80*
BL08-20	796211	8098225	000/60	40	0	9	9	2.18
					12	18	6	0.91
					25	27	2	0.71

* Sulfide Mineralisation

Table 3(a)

2008 Infill RC drilling at the Bluff Deposit. Significant (2m >0.5% Cu) results from final independent laboratory assays provided by SGS Australia Pty Ltd. Easting and Northing are in GDA94 format +/-1m.

Hole No	Easting m	Northing m	Az/Dec Deg.	From m	To m	Intercept m	Cu %
BL08-16	793160	8098220	000/60	17	20	3	1.15
BL08-17	796160	8098220	180/60	1	42	41*	1.62
BL08-19	796180	8098220	000/60	0	3	3	1.01
				16	21	5	0.82
BL08-22	796200	8098240	000/60	0	4	4	0.85
				14	20	6	0.75

* BL08-17 terminated at 42m in mineralisation

Table 4

2008 Diamond drilling at the Sandy Flat Deposit Significant (2m >0.5% Cu) results from final independent laboratory assays provided by SGS Australia Pty Ltd. Easting and Northing are in GDA94 format +/-0.5m.

Hole No	Easting m	Northing m	Az/Dec Deg.	Depth m	From m	To m	Intercept m	Cu %
SF08-001	791645	8096984	270/50	246	92	96	4	1.15*
					106	108	2	1.23*
					113	154	41	1.67*
						<i>Incl.</i>	6	6.33*
					175	177	2	0.68*
					179	189	10	0.87*
					216	219	3	1.07*
					232	236	4	0.73*
SF08-002	791441	8096996	090/50	219	92	105	13	2.41*
						<i>Incl.</i>	5	4.28*
					140	148	8	0.70*
					171	204	33	1.10*
					210	212	2	0.81*

Table 5

Summary of JORC classified Mineral Resources as at 17 July 2007; for additional details and accreditation refer Redbank Mines Limited 2007 Annual Report at Page 10.

Deposit / Ore Type	Indicated		Inferred		Total Resource (*)		
	Tonnes	Cu%	Tonnes	Cu%	Tonnes	Cu%	Cu Tonnes
Oxides:							
Bluff	458,000	1.3	-	-	458,000	1.3	5,950
Punchbowl	-	-	31,000	0.9	31,000	0.9	250
Redbank	-	-	372,000	1.5	372,000	1.5	5,600
Azurite	-	-	214,000	1.3	214,000	1.3	2,850
Total Oxides	458,000	1.3	617,000	1.4	1,075,000	1.4	14,700
Sulfides:							
Sandy Flat	467,000		1,524,000	1.2	1,991,000	1.3	25,750
Bluff	398,000		1,179,000	1.7	1,577,000	1.7	26,450
Punchbowl	-		385,000	1.3	385,000	1.3	4,900
Total Sulfides	865,000	1.7	3,088,000	1.4	3,953,000	1.4	57,100
Project Total	1,646,000	1.7	3,382,000	1.3	5,028,000	1.4	71,050

(*) tonnes of resource rounded to nearest 1,000t; tonnes of metal rounded to nearest 50t