

## SECURITIES EXCHANGE ANNOUNCEMENT

9 April 2008

### **GINDALBIE - CLARIFICATION**

Gindalbie Metals Limited (**ASX: GBG** – “Gindalbie”) released an announcement to the market yesterday which in part discussed a new target Resource at Karara. The ASX has asked Gindalbie to provide clarification of statements made in the announcement to ensure compliance with clause 18 of the JORC code.

By way of clarification:

- Gindalbie currently has Indicated and Inferred Resources totaling 1.43 billion tonnes at 36.3% Fe (“**Existing Resources**”).
- Gindalbie is targeting additional resources over and above the Existing Resources within a range of 800 million tonnes to 1.4 billion tonnes (“**Additional Target Resources**”).
- The Additional Target Resources are based on extending the currently defined Existing Resources, however, there is presently insufficient drilling to define these extensions to mineralisation and therefore the targeted extensions should only be considered conceptual at this time.
- The Additional Target Resources are based on extending the depth of the Existing Resources to 500 metres below surface and increasing the strike length of the drill coverage from the existing 3.2 kilometres to 5.0 kilometres.
- It is uncertain at this time whether the proposed exploration program will result in the determination of a mineral resource within the target range of the Additional Target Resources.

**-ENDS-**

**For further information:**  
**Mr Garret Dixon/Mr Michael Weir**  
**Managing Director/Corp Affairs Manager**  
**Telephone: (+61-8) 9480-8700**  
[www.gindalbie.com.au](http://www.gindalbie.com.au)