



ASX Release

12 May 2008

OVERLAND RESOURCES LIMITED

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Directors / Officers:

Michael Haynes
Hugh Bresser
Matthew Wood
Anthony Polglase
Timothy Flavel
Scott Funston

Issued Capital:

54 million shares
(prior to placement)

ASX Symbol: OVR

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\$10 MILLION PLACEMENT AND STRATEGIC PARTNERSHIP WITH GLENCORE INTERNATIONAL AG

Overland Resources Limited (ASX:OVR, Overland Resources, Company) is pleased to announce that it has successfully entered into subscription agreements with institutional, sophisticated and industry investors to raise \$10 million through the issue of 20 million new shares at \$0.50 per share. The shares were placed by KTM Capital Pty Ltd. This issue is subject to shareholder approval.

The proceeds from the placement are considered adequate to enable the Company to rapidly advance the Andrew Zinc Deposit in Canada through a full feasibility study towards production. An extensive work programme is in progress, with four drilling rigs now operating to convert resources at the Andrew Zinc Deposit to reserves. Further exploration drilling, geotechnical and metallurgical test work, and hydrological studies are also underway.

The Company is also pleased to announce that it has entered into a Heads of Agreement with Glencore International AG ("Glencore") to secure sales and marketing of concentrates produced from the Andrew Zinc Deposit. The Company intends finalising an off-take agreement with Glencore, for the life of mine, in the near term.

On completion of the placement Glencore will become a substantial shareholder in Overland Resources Limited. A representative from Glencore will also be appointed to the Board of Directors, to provide further expertise as the Company moves the Andrew Zinc Deposit to production.

Overland Resources welcomes the strategic partnership with Glencore International AG. This partnership provides the Company access to the resources and knowledge of a major industry institution that has global mining, marketing, freight and smelting operations.

The placement is conditional on shareholder approval at a general meeting of shareholders to be held in June 2008 and execution of formal off-take agreements with Glencore. Further information regarding the placement will be set out in a Prospectus and a Notice of Meeting, both of which will be released shortly.

Hugh A Bresser
Managing Director

Proposed use of funds:

Resource to reserve drilling - Andrew Zinc Deposit	\$3.60M
Exploration drilling	\$1.00M
Feasibility studies	\$1.80M
Environmental studies	\$1.60M
Metallurgical test work	\$0.60M
Working capital	\$0.80M
Expenses of the placement	\$0.60M
Total	\$10.00M