



**OVERLAND**  
RESOURCES



**investorseries**  
**May 2008**

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**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  
(74 million after placement)

**ASX Symbol:** OVR  
**Share Price:** 55 cents (12/05/08)

**Copies of all announcements and reports referred to in this update are available on the Company's website and via the ASX.**

[www.overlandresources.com](http://www.overlandresources.com)

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## OVERLAND RESOURCES LIMITED

### OVERVIEW

#### Advanced Zinc Project in the Yukon, Canada

##### JORC Resource defined:

- 5.04Mt at 7.47% Zn, 1.72% Pb, 5.43g/t Ag & 17.43g/t Ge, or
- 5.04 Mt at 10.79% Zn equivalent<sup>1</sup>
- 83% in measured and indicated categories

##### Economic Mining Study completed April 2008:

- Open pit mining operation
- Low CAPEX (approximately US\$60 million)
- Low OPEX (approximately US\$0.35/lb zinc equivalent<sup>2</sup>)
- Undiscounted cash flow from initial start up operation  
**US\$347 million<sup>2</sup>** (before capital, tax, royalties and depreciation)
- Robust project
- Considerable scope for expansion

##### Bankable Feasibility Study a Priority

##### Strategic Partnership with Glencore International AG

##### Off-take Agreement in place

##### Four drill rigs now operating

- 16 holes completed since April 2008
- No assay results announced

##### \$16 million cash (after placement)

##### Enterprise Value of \$24.7 million

**“The Company is fast tracking the development of the Andrew Zinc Deposit towards production”.**

<sup>1</sup> Spot LME metal prices used as on 15 April 2008, Zinc US\$2271/tonne, Lead US\$2906/tonne, Silver US\$17.77/oz and Germanium US\$1275/kg,

<sup>2</sup> Metal prices used Zinc US\$2,500/tonne Lead US\$3,280/tonne, no value is attributed to Silver or Germanium

**Overland Resources (ASX: OVR) owns a 90% interest in the Yukon Base Metal Project located in the highly prospective and under-explored Selwyn Basin of the Yukon Territory, Canada. The Mineral Claims cover approximately 76km<sup>2</sup> of mineralised terrain and include the shallow, high grade Andrew Zinc Deposit.**

### **Economic Mining Study Completed**

A detailed economic mining study into the development of the Andrew Zinc Deposit was completed in April 2008. This highlighted the potential to establish a low capital cost (ca. US\$60 million) and low production cost (\$0.35/lb zinc equivalent<sup>3</sup>) mining operation at the Andrew Zinc Deposit. The study identified an optimised start up open pit operation with an initial mining schedule that would provide 2.9Mt at 5.9% Zn, 3.3% Pb, 10.1g/t Ag and 27.0g/t Ge (2.9Mt at 11.89% Zn equivalent<sup>4</sup>) of processing plant feed over the first 4.5 years.

An estimated undiscounted cash flow before capital, tax, royalties and depreciation of US\$347 million<sup>3</sup> would be provided from this start up operation. The study also highlighted the considerable potential for the mining operation to be expanded through underground mining operations or cut backs of the designed open pit mining operation.

### **Second Phase Diamond Drilling Programme**

A second phase, 40,000m diamond drilling programme commenced at the Yukon Base Metal Project in April 2008. Four diamond drill rigs are now operating to facilitate the rapid advancement of the Andrew Zinc Deposit through feasibility studies. Drilling will focus on the conversion of resources to reserves. Drilling will also test the lateral and vertical extensions of the mineralisation at the Andrew Zinc Deposit. Numerous additional high quality regional targets, beyond the Andrew Zinc Deposit will also be evaluated with drilling for the first time. To date, 16 diamond drill holes have been completed for a total of 3,735m. All holes have intersected significant mineralisation. No assay results have been received yet, or announced. Drilling at the Andrew Zinc Deposit will continue for the next six months.

### **Bankable Feasibility Study a Priority**

In light of the exceptionally encouraging results from the recently completed study into the economic development of the Andrew Zinc Deposit the Company has committed to rapidly completing a bankable feasibility study into the development of the Project.

### **Strategic Partnership with Glencore International AG**

The Company has entered into a Heads of Agreement with Glencore to secure sales and marketing of concentrates produced from the Andrew Zinc Deposit. A representative from Glencore will be appointed to the Board of Directors, to provide further expertise as the Company moves the Andrew Zinc Deposit to production.

### **\$10 million Capital Raising Completed**

On 12 May 2008, Overland Resources announced 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.

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*Overland Resources Limited has not yet reported any ore reserves from the Andrew Zinc Deposit. While the Company remains optimistic it will report reserves in the future, any discussion in relation to production targets is only conceptual in nature and there has been insufficient work to define a Mineral Reserve and it is uncertain if further work will result in the determination of a Mineral Reserve.*

*The information in this report that relates to Mineral Resources or Ore Reserves is based on information compiled by Mr Peter Ball who is a Member of the Australian Institute of Mining and Metallurgy. Mr Peter Ball is the Manager of Data Geo. Mr Peter Ball 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 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Peter Ball consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

*The information in this report that relates to Exploration Result is based on information compiled by Mr Hugh Alan Bresser who is a Member of the Australian Institute of Mining and Metallurgy. Mr Hugh Alan Bresser is a Director of Overland Resources Limited, he 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 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Hugh Alan Bresser consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

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