



ASX Release

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RESOURCE UPGRADE AND 40,000 METRE DIAMOND DRILLING PROGRAMME COMMENCED

ANDREW BASE METAL PROJECT, CANADA

- 40,000 metre diamond drilling programme commenced on schedule
- Four diamond drill core rigs on-site
- Key infrastructure upgrades complete
- JORC-compliant resource upgraded to
 - 5.04Mt at 7.47% Zn, 1.72% Pb, 5.43g/t Ag & 17.43g/t Ge¹
 - or 5.04 million tonnes at 10.79% Zn equivalent²
- Significant increased confidence with 83% of the resource now in measured and indicated categories
- 28% increase in zinc grade
- Increased confidence in open pit mining
- High-grade zinc-lead mineralisation comes to surface
- Resource remains open along strike and at depth
- Near-term production opportunity

Overland Resources Limited (ASX: OVR and "Overland Resources") is pleased to announce that its second phase diamond drilling programme at the Andrew Base Metal Project has commenced.

The Company will utilise four diamond drill rigs to facilitate the rapid advancement of the Andrew Base Metal Project through feasibility studies. The Company has committed to completing a 40,000 metre drilling programme over the next six months.

Drilling will facilitate 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. Additional geotechnical information and material for advanced metallurgical studies will also be collected.

The commencement of drilling follows the successful mobilisation of four diamond drill rigs, supplies and support equipment via the Company's purpose built winter access road and completion of key infrastructure upgrades.

Infrastructural upgrades have included the expansion of the existing camp to accommodate 50 persons and upgrading of the airstrip to enable fixed wing support for the programme. The airstrip and camp are now both open and fully operational.

JORC Resource Upgrade

An upgraded JORC-compliant resource for the Andrew Zinc Deposit has been calculated by an independent consultant to include the results from the 10 diamond drill holes completed by Overland Resources Limited in 2007 drilling.

¹ Lower cut-off grade of 3% zinc applied

² 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,

This JORC compliant resource comprises:

5.04 million tonnes at 7.47% Zn, 1.72% Pb, 5.43g/t Ag & 17.43g/t Ge³

or

5.04 million tonnes at 10.79% Zn equivalent⁴

The resource estimate is based on the results of 24 diamond core holes drilled by Noranda during 2001 and 2002 and 10 diamond core holes drilled by Overland Resources Limited during 2007. The zone of mineralisation was solid modelled based on boundaries defined by geology and Zn grade. The drill holes were composited to 1m down hole against these wireframes and grade was estimated into a block model with parent cells of dimensions 50mE (along strike) x 5mN (across strike) x 5mRL (down dip) using Multiple Indicator Kriging. Tonnes were assigned using a default specific gravity of 2.7t/m³ appropriate to the geology. The mineral resource was classified according to geological continuity, grade continuity and a measure of drill spacing based on kriging error.

For reporting purposes a lower cut-off grade of 3% Zn was applied. The new resource has significantly increased the confidence level with 83% of the resource now within the "Measured" and "Indicated" categories, namely:

| Classification | Tonnes | Zn (%) | Pb (%) | Ag (g/t) | Ge (g/t) |
|-----------------------|------------------|---------------|---------------|-----------------|-----------------|
| Measured | 88,000 | 7.2 | 1.0 | 4.9 | 26.3 |
| Indicated | 4,100,000 | 7.7 | 1.8 | 5.7 | 18.5 |
| Inferred | 856,000 | 6.6 | 1.3 | 4.1 | 11.7 |
| TOTAL | 5,044,000 | 7.5 | 1.7 | 5.4 | 17.4 |

Zinc grades have increased by approximately 28%. This provides the Company with increased confidence that an economic open pit mining operation can be established on the Andrew Zinc Deposit.

Mineralisation is high-grade, of substantial thickness and comes to surface and remains open along strike and at depth. Considerable potential exists to increase the resource with further drilling.

The Company is finalising a study into the economics of developing the Andrew Zinc Deposit. Results are anticipated within the coming weeks.

Hugh A Bresser
Managing Director

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.

³ Lower cut-off grade of 3% zinc applied

⁴ 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,