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March 2008 Quarterly Review

Storm approaching – thank goodness for China

EXTRACT

Contents

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International Base Metals (IBML)



Sector Materials	Industry Group Materials	Industry Metals & Mining	Sub Industry Diversified Metals & Mining
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Company Overview

IBML is the parent of ASX-listed CRJ and ZGM. IBML has an experienced management team and shares admin functions to keep overheads low. There are three subsidiaries. Maranoa Resources explores for Ni-Cu-Pt in QLD. AuriCula Mines explores for Cu-Au in NSW (IBML 10%). Craton Mining and Exploration (CME) explores for Cu in Namibia. The Namibian footprint is nearly 30,000sqkm. CME is advancing the Omitiomire Cu project and a scoping study is due by August 2008.

Strategy

IBML's strategy is to build critical-mass strategic tenement positions in base and precious metals in Australia and internationally. Following further injection of funds in November 2007, IBML has been rebuilding its portfolio with advanced projects in order to seek an IPO in late 2008. The first move has been to acquire four projects in Namibia; one with an old JORC resource and two others with existing old mines.

Aegis Comments as at May 2008.

Outlook: A subsidiary of China's largest mineral explorer, West Minerals, injected \$2M of funds into IBML in 2007. A non-renounceable raised an additional \$3.2M. IBML became recapitalised, and once again was in a position to advance exploration projects. The effort is focused on commercialising the Omitiomire Cu project in Namibia. IBML is seeking to establish economic resources in each of the regions in which it operates. IBML's projects provide for flexibility and options for growth.

Catalysts: The flagship project is Steinhausen, 150km N-E of Windhoek. Here are two prospects, Omitiomire and Barreshagen, that have potential to host a large low-grade Cu deposit. IBML is earning a 51% interest in the project by spending US\$0.8M within 2 years. Review of existing data for Omitiomire shows a potential resource of 30Mt at 0.7% Cu. Omitiomire is open in directions other than to the northwest. Good results will support an IPO. There are other zones of unexplored mineralisation at Barreshagen.

Risks: IBML is expected to seek a listing on the ASX sometime during 2008. Through its ownership of Craton Mining and Exploration and from its holding in Copper Range, IBML is leveraged principally to Cu. The price of Cu is not expected to fall to last cycle lows, but instead hold above US\$2/lb for the foreseeable future – a good price, but this cannot be guaranteed. Maranoa is a conceptual Ni-Au-Pt-Co play in Southern QLD that in the event of a major find would require a major miner as a JV partner.

Earnings Summary

Yr to n/a	NPAT Rep \$M	NPAT ¹ Adj \$M	EPS ¹ c	EPS chg %	PER x	PER rel All Ords x	PER rel Sector x	DPS c	Yield %	Franking %	ROE %
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¹ NPAT and EPS are adjusted by removing non-recurring items. All the above statistics are derived from normalised earnings.

Key investment information

Price:	n/a
Price as at:	n/a
Market Cap (\$M):	0.0
Equiv. Shares (M):	0.00
% All Ords:	n/a
12Mth Range (\$):	n/a - n/a
Shares Traded (\$M pa):	n/a
Index:	n/a

Share price performance

Not Listed

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Financial Stability
Balance Sheet (Y/E n/a)

As at n/a

Net debt (cash) (\$M)	0.0
Net debt (cash) / shr (\$)	n/a
Net debt (cash) / MktCap (%)	n/a

Substantial Shareholders

West Minerals	18.0%
Blackmans & Associates	6.3%
Kraton Geoscience	6.2%

Differentiating Factors

IBML has invested in building an exploration team that is both generative and practically based. The team has a deliberate mix of academic and field experience from both mature and early achievers, matched with experienced corporate management and support staff. Strengths lie in the technical merit of tenement selection and the ability to amass tenement positions capable of supporting significant mining operations. This has attracted a major Chinese mining house as a cornerstone investor.

Achievements

IBML is managed by a small team of industry professionals with shares in the company, which ensures that management's interests are aligned with those of shareholders. IBM has built a portfolio of exploration assets with merit in Namibia, QLD and NSW. Maranoa Resources may advance to a separate listing, while AuriCula Mines may have an opportunity to commercialise its Cobar assets where Glencore has earned a 90% interest. Craton Mining and Exploration is value driver in the short term.

Recent Events

Omitiomire Project in Namibia: The Omitiomire deposit currently is at 7.9Mt at 0.9% Cu (1996). During the March quarter, drilling defined a mineralised zone extending over 2,000m north-south and up to 700m east-west. Drilling is continuing to expand the known resource and also aiming to upgrade the resource from Inferred to Indicated. The preliminary metallurgical test work and financial modelling suggests that a relatively low-capital leach-solvent extraction-electrowinning (SX-EW) processing route would be feasible.

Other Projects in Namibia and Australia: Drilling is continuing at the Kopermyn Project and is due to commence shortly at Rehoboth South. The areas have potential for shallow secondary enriched copper and for primary porphyry copper mineralisation. Applications have also been lodged for 6 new Exclusive Prospecting Licences (EPL). Of note, Sib 69 Farm covers a copper resource of 600Kt at 0.8% Cu. Slower progress was seen on Australian projects due to focus in Namibia. Native title negotiations and analysis of survey data were completed.

Corporate News and 2008 Outlook: IBML managed to complete a \$5.5M share placement at 12 cps to continue progress on current projects. In 2008 the company aims to achieve an independent valuation of \$100M, produce a prospectus for an ASX listing and raise approximately \$30M through an IPO. After the IPO the company plans to initiate a bankable feasibility study at Omitiomire. The Mount Manganese cobalt project in QLD will be re-assessed. Initial drill testing of other targets in Namibia and Australia will be carried out.

Capital Structure

IBML has 177.8M shares outstanding but is currently not listed.



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