

MOUNT BURGESS MINING N.L.

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23 January 2006

The Australian Stock Exchange Limited
Company Announcements Office
10th Floor
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Sydney NSW
Australia

Kihabe Base Metals Project, Botswana

Mount Burgess Mining N.L. 100%

Following the release of the Company's quarterly report, in which it reported that ProMet Engineers had produced a base case financial model for the Kihabe exploration target based on an initial open cut tonnage of 17,500,000 tonnes to 100m depth, with average grades for zinc of 3% lead 1% and silver 28 grammes per tonne, together with copper and vanadium credits, the Company has posted to its web site, www.mountburgess.com, the four drill sections drilled to date into this significant zinc, lead and silver soil geochemical anomaly. The drill sections which are too widely spaced for the purpose of defining any form of a resource or reserve at this stage, were drilled on the following drill section spacings:

- Section 1. was drilled 400 metres north east of the south western end of the anomaly.
- Section 2. was drilled 400 metres north east of section 1.
- Section 3. was drilled 1,200 metres north east of section 2 and
- Section 4. was drilled 200 metres north east of section 3.

Each of the four drill sections show the grades returned from drill assays for zinc, lead and silver and where appropriate copper and vanadium.

A drilling crew is planning to mobilise to site during this week commencing 23rd January 2006, to commence a 4000m infill drilling programme for the purpose of upgrading the Kihabe Base Metals exploration target into a JORC compliant resource/reserve.

Nigel Forrester
Chairman

The information in this report that relates to exploration results, together with any related assessments and interpretations, is based on information compiled by Alex Meyer, B.Sc., who is a Member of The Australasian Institute of Mining and Metallurgy.

Mr Meyer is a full time employee of the Company.

Mr Meyer has sufficient experience which is relevant to the style of mineralisation under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Meyer consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Forward Looking Statements

This presentation contains forward looking statements in respect of the projects being reported on by the Company. Any statements in respect of mineral reserves, resources and zones of mineralisation may also be deemed to be forward looking statements in that they contain estimates which the Company believes have been based on reasonably probable assumptions in respect of mineralisation that will be found and ultimately developed and mined. Forward looking statements are not statements of historical fact, they are based on reasonable projections and calculations, the ultimate results or outcomes of which may differ materially from those described or incorporated in the forward looking statements. Such differences or changes in circumstances to those described or incorporated in the forward looking statements may arise as a consequence of the variety of risks, uncertainties and other factors relative to the exploration and mining industry and the particular properties in which the Company has an interest. Such risks, uncertainties and other factors could include but would not necessarily be limited to fluctuations in metals and minerals prices, fluctuations in rates of exchange, continuity or lack of continuity of projected zones of mineralisation determined from further drilling, uncertainties in interpreting drilling results, uncertainties in interpreting assay results, metallurgical test work and projected metal recoveries therefrom, uncertainties in financial projections and cost estimates, uncertainties in securing and commercially maintaining end product marketing and distribution, uncertainties in completing required financing, uncertainties relative to environmental issues, government approvals, changes in government policy and political instability in the countries in which the Company operates.

Forward looking statements are based on beliefs, opinions, assessments and estimates of management and/or professional consultants hired by management. These beliefs, opinions, assessments and estimates are based on facts and information available to management and/or professional consultants at the time they are formed or made and are, in the opinion of management and/or consultants, applied as reasonably and responsibly as possible as at the time that they are applied. No obligation is assumed by management and/or consultants to amend such forward looking statements in the event of any changes to their beliefs, opinions, assessments and estimates, other than would normally be required of them to do so for the purpose of performing their duties in a responsible manner or keeping the market properly informed.