

MOUNT BURGESS MINING N.L.

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ASX RELEASE

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Extension to Mineralisation, Kihabe Base Metals Project, Botswana Mount Burgess Mining N.L. 100%

Three holes, KRC039, KRC040 and KRC043 have been drilled on section 9,800E (refer diagram attached), 100m southwest of section 5 (9900E).

KRC 043, 7821404mN/500696mE, 330deg/-60deg, has intersected zinc sulphides (sphalerite) and lead sulphides (galena) as follows:

108m - 110m, 15% sphalerite and 10% galena.

125m - 139m, 10% to 25% sphalerite.

Unfortunately this hole had to be temporarily abandoned at 139m because of bit failure, however it is hoped that the hole can be re-entered at a later stage with a smaller drill bit.

The intersection of the above mineralisation, extends the Kihabe zone of mineralisation for another 100m south west of its previous south western limit drilled on section 5 (9,900E). An initial interpretation of section 5 (9,900E) for each of **zinc, lead and silver** is attached.

The Company now has 3 drill rigs drilling on the project to up-grade this 2.4km zone of zinc, lead, silver, copper and vanadium mineralisation, to a JORC compliant resource.

Assay results from KRC039, KRC040 and KRC043 drilled on section 9,800E, KRC038 and KRC041 infill-drilled on section 1 (10,000E) and KRC042 infill-drilled on section 6 (10,100E) will be announced to the market when available.

The information in this report that relates to exploration results, together with any related assessments and interpretations, is based on information compiled by Martin Spence, B.Sc., who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Spence is a full time employee of the Company. Mr Spence 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 Spence consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

For further information please contact:

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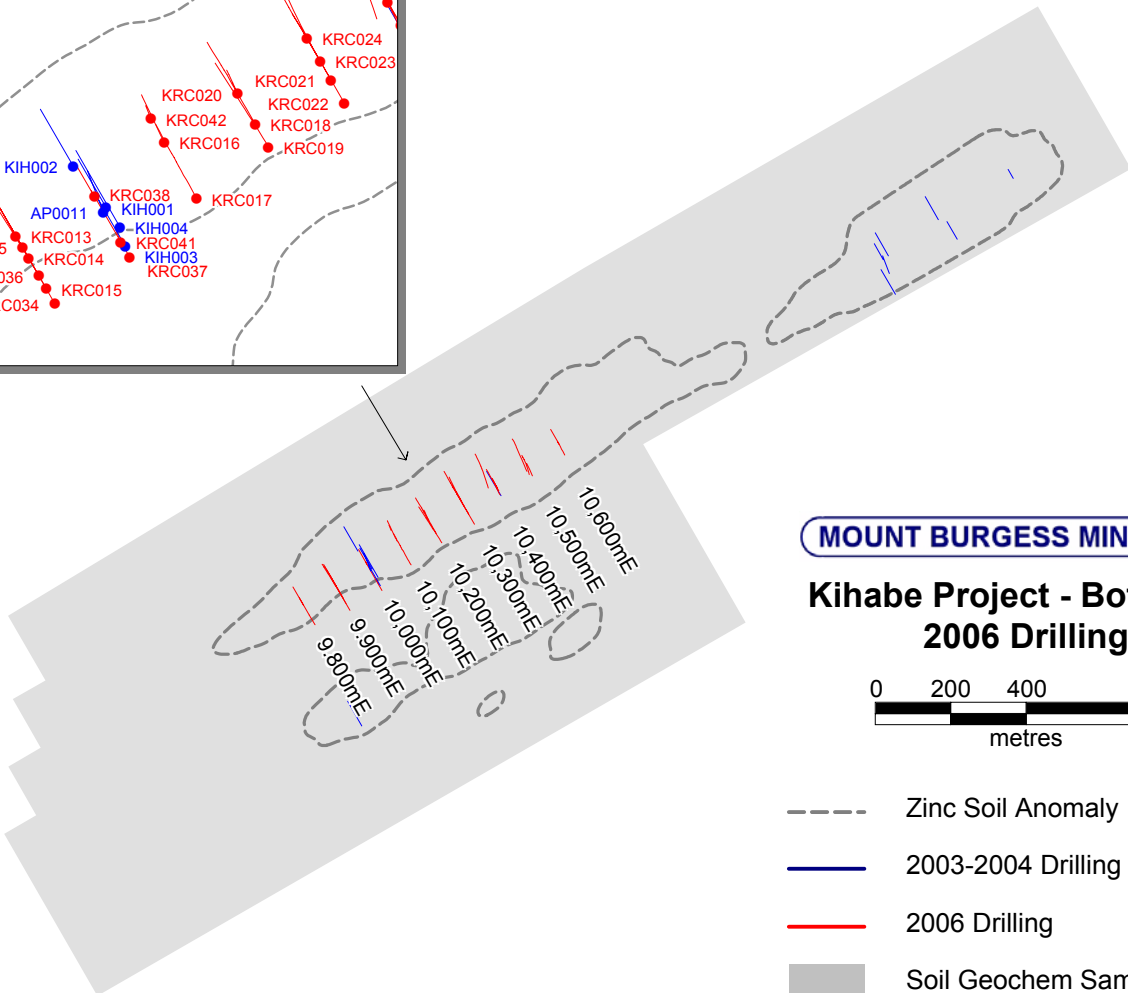
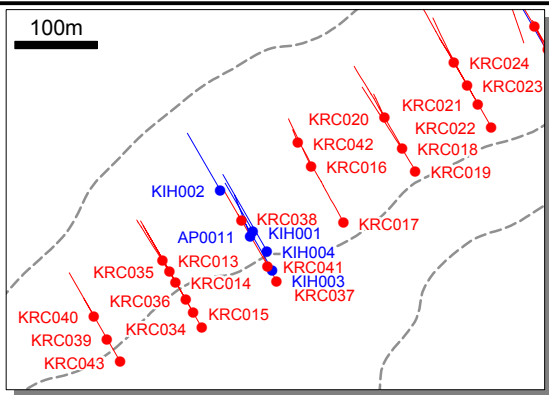
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or **Martin Spence**

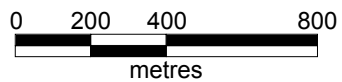
Director of Exploration

100m

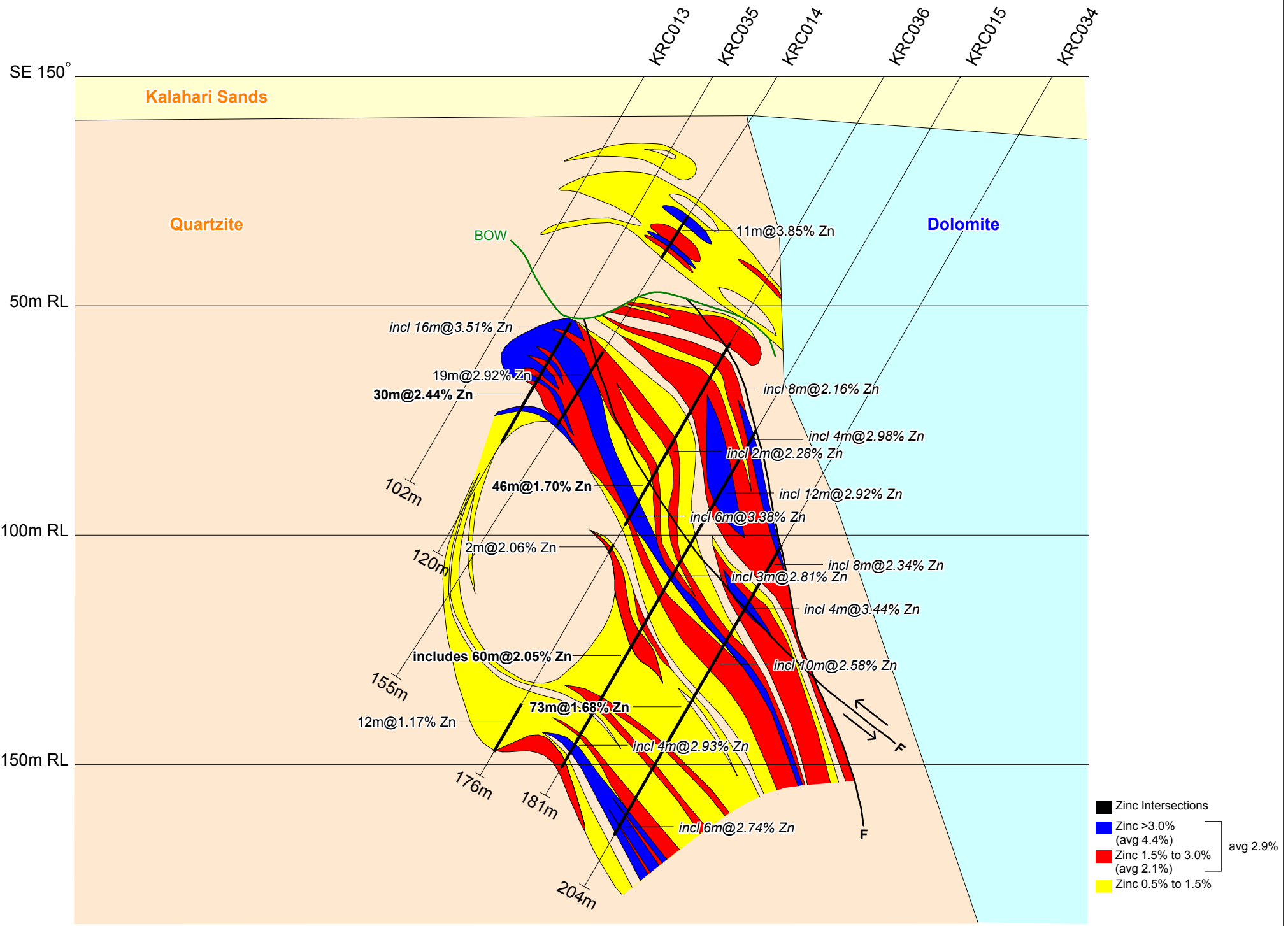


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**Kihabe Project - Botswana
2006 Drilling**

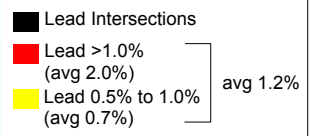
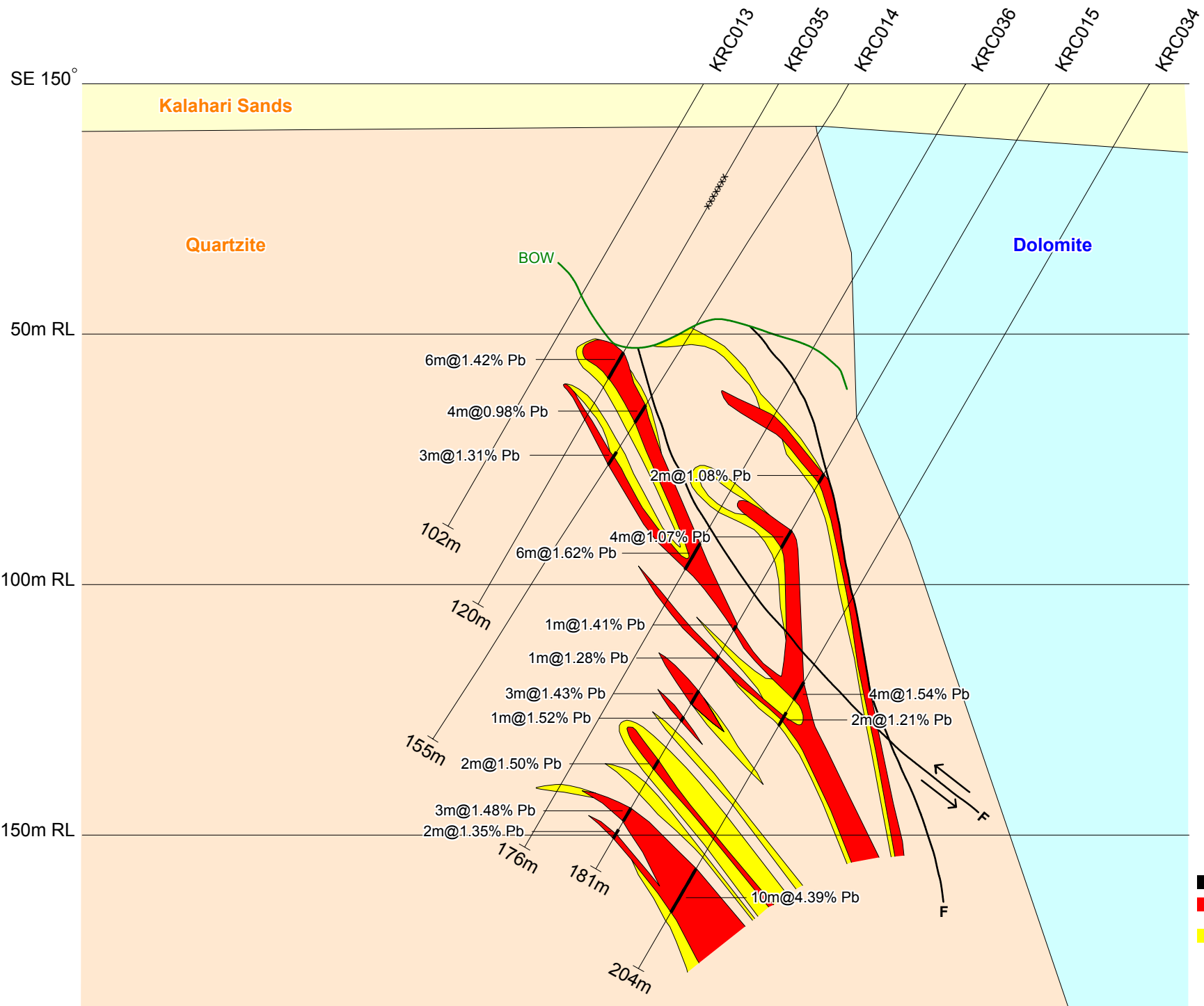


- Zinc Soil Anomaly
- 2003-2004 Drilling
- 2006 Drilling
- Soil Geochem Sampling Area

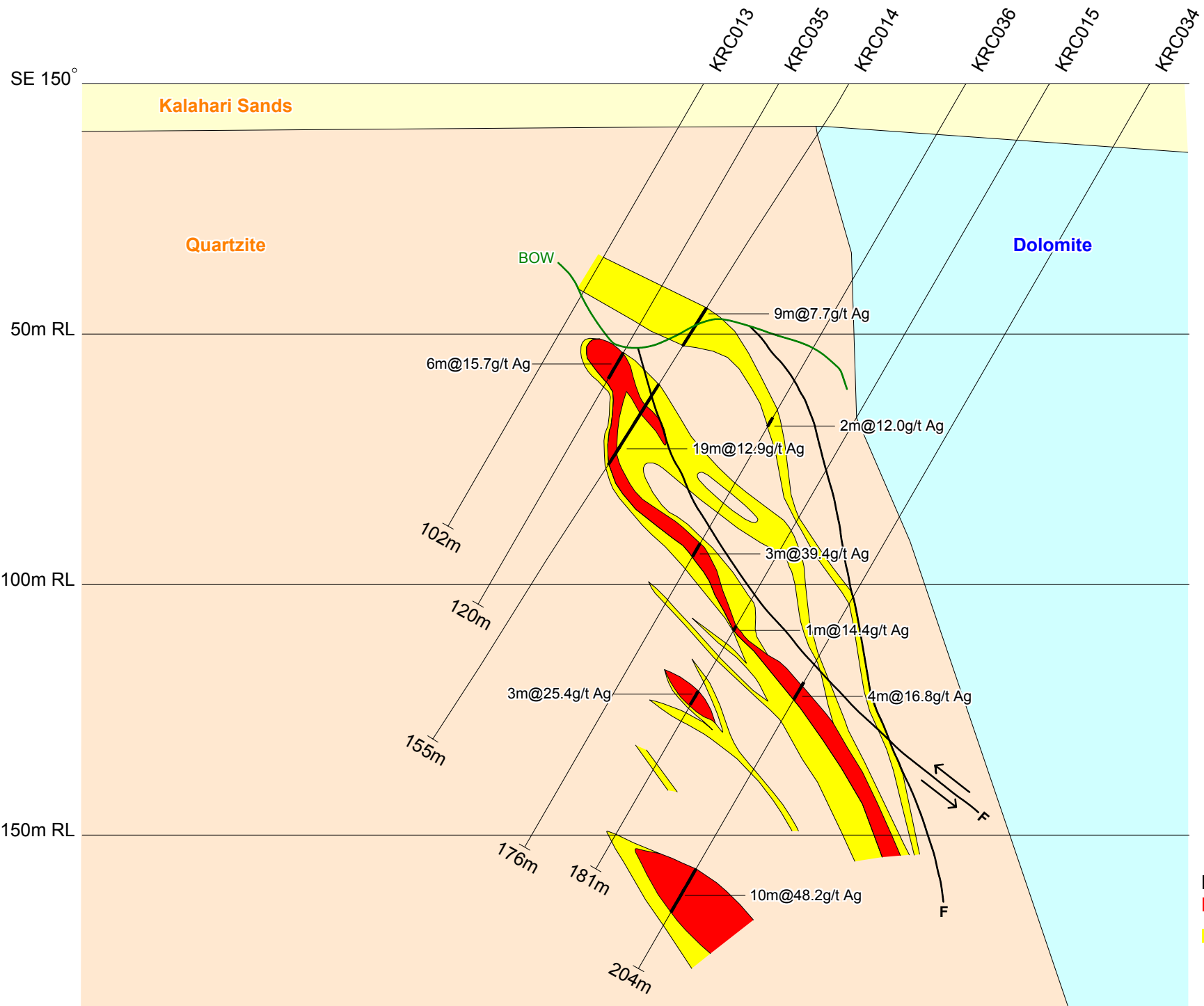


Preliminary - Interpreted Zinc Mineralisation of Section 9,900mE

■ Zinc Intersections
 ■ Zinc >3.0% (avg 4.4%)
 ■ Zinc 1.5% to 3.0% (avg 2.1%)
 ■ Zinc 0.5% to 1.5%
 } avg 2.9%



Preliminary - Interpreted Lead Mineralisation of Section 9,900mE



- Silver Intersections
 - Silver >15g/t (avg 34.8g/t)
 - Silver 5g/t to 15g/t (avg 8.1g/t)
- } avg 14.2g/t

Preliminary - Interpreted Silver Mineralisation of Section 9,900mE