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**FINDERS RESOURCES LIMITED**

**33% INCREASE IN GOLD CONTENT IN UPGRADED RESOURCE ESTIMATE  
FOR JAMBI GOLD DEPOSIT, OJOLALI PROJECT**

Highlights

- An updated resource estimate for the Jambi gold deposit, incorporating results from an additional 93 reverse circulation drill holes, has resulted in a 33% increase in the contained gold in Indicated and Inferred resources to 138,000 oz at a 0.5 g/t Au cut-off.
- Approximately 75% of the estimated resource is now classified as Indicated Resources under the JORC code, compared to none in the previous estimate.
- Over 85% of the resource (at a 0.5 g/t cut off) is oxidized or partially oxidized.
- With the dispersed nature of the mineralization, and potential low stripping ratios for open-cut mining, Finders is implementing detailed scoping studies into development of this resource as a small scale starter gold mining operation.
- No attempt has been made to model a separate zone of high silver grades in the southern part of the area, and additional work will be required to confirm the geological controls of this mineralisation
- On-going surface exploration continues to generate encouraging results for discovery of significant additional resources at Jambi. A more detailed assessment of this work is planned after receipt of final assays from current soil sampling program.

Cut off	Indicated			Inferred			Total			Cont. Au	Attrib. Finders 72%
	Au g/t	Mt	Ag g/t	Mt	Au g/t	Ag g/t	Mt	Au g/t	Ag g/t		
<b>0.5</b>	2.98	1.10	8.3	1.1	0.9	5.7	<b>4.08</b>	<b>1.05</b>	<b>7.6</b>	138	99
<b>0.7</b>	1.97	1.36	8.4	0.6	1.2	6.0	<b>2.57</b>	<b>1.32</b>	<b>7.8</b>	109	78
<b>1.0</b>	1.13	1.74	8.5	0.3	1.6	6.7	<b>1.43</b>	<b>1.71</b>	<b>8.1</b>	78.6	57

**Table 1: May 2008 Jambi Deposit Mineral Resource Estimates**

**(Mt equals millions of tonnes, koz equals thousands of ounces. Subject to rounding errors.)**

Dr Russell Fountain, Finders' executive chairman commented:

"We are very pleased with this result, and this resource provides a firm basis to implement our strategy of developing a small but profitable open pit mining operation to generate cash flow to fund a vigorous ongoing exploration program of the project area. Our ongoing surface exploration in the larger Ojolali exploration licence area continues to enhance its potential for significant additional discoveries."

### **Detailed Information follows:**

Hellman & Schofield Pty Ltd (H&S) was commissioned by Finders Resources Limited (Finders) to produce estimates of gold and silver resources potentially recoverable by open pit mining for the Jambi deposit in Finders' Ojolali project in Sumatra. H&S has estimated the recoverable resources using Multiple Indicator Kriging (MIK) with block support correction, a method that has been demonstrated to provide reliable estimates of recoverable open pit resources for deposits of diverse geological styles.

Mineralisation at Jambi is dominantly associated with the intersection of steeply dipping fracture zones with coarse grained breccia units. Supergene enrichment has enhanced gold grades within the oxidised zone, producing broad zones of elevated grades near surface, and narrower zones at depth where the oxidation profile deepens around fracture zones. Leaching of silver grades has given generally lower grades within the oxidised zone and enrichment in the partially oxidised zone at the transition between completely oxidised and fresh rock.

The current estimates are based on 34 diamond core holes and 93 reverse circulation (RC) holes drilled by Finders between 2006 and 2008 for a total of 11,745 metres. Drilling by previous explorers, for which the only available grade data comprises broad intercepts apparently derived from significant drill results, was not used in the current estimate.

Finders' RC and diamond drilling samples the central portion of the deposit on a generally 25 by 25 metre pattern with most holes inclined at 50 to 60 degrees towards grid east. Diamond core was halved by diamond saw and RC sub-samples were collected by riffle splitting. All RC and core samples were submitted to the Intertek laboratory in Jakarta and analysed for gold by screen fire assaying and for silver by multi acid digest.

Although the collars of all drill holes used for the resource estimate have been accurately located by high accuracy differential GPS surveys, drill hole orientations have not been accurately defined. RC drill holes which provide 77% of resource drilling have only assumed orientations, and for the 23% of drilling with down-hole surveying (diamond drill holes), readings are limited to broadly spaced single shot surveys.

Apart from limited consistency checks, H&S have not reviewed validity of the drill hole database, and have made no assessment of the quality of sampling and assaying for the RC drilling which provides the bulk of the resource dataset. H&S accepts responsibility for classifying the resource as Indicated and Inferred on the basis that the underlying data provided by Finders is accurate and representative. Density values of 2.1, 2.2 and 2.6 t/bcm applied the oxidised, partially oxidised and primary portions of the resource were derived from testwork undertaken on diamond core by Finders.

Table 2 shows the current resource estimates at a range of cut off grades and by oxidation type. Significant figures used in the table reflect the level of accuracy, and may exhibit rounding errors.

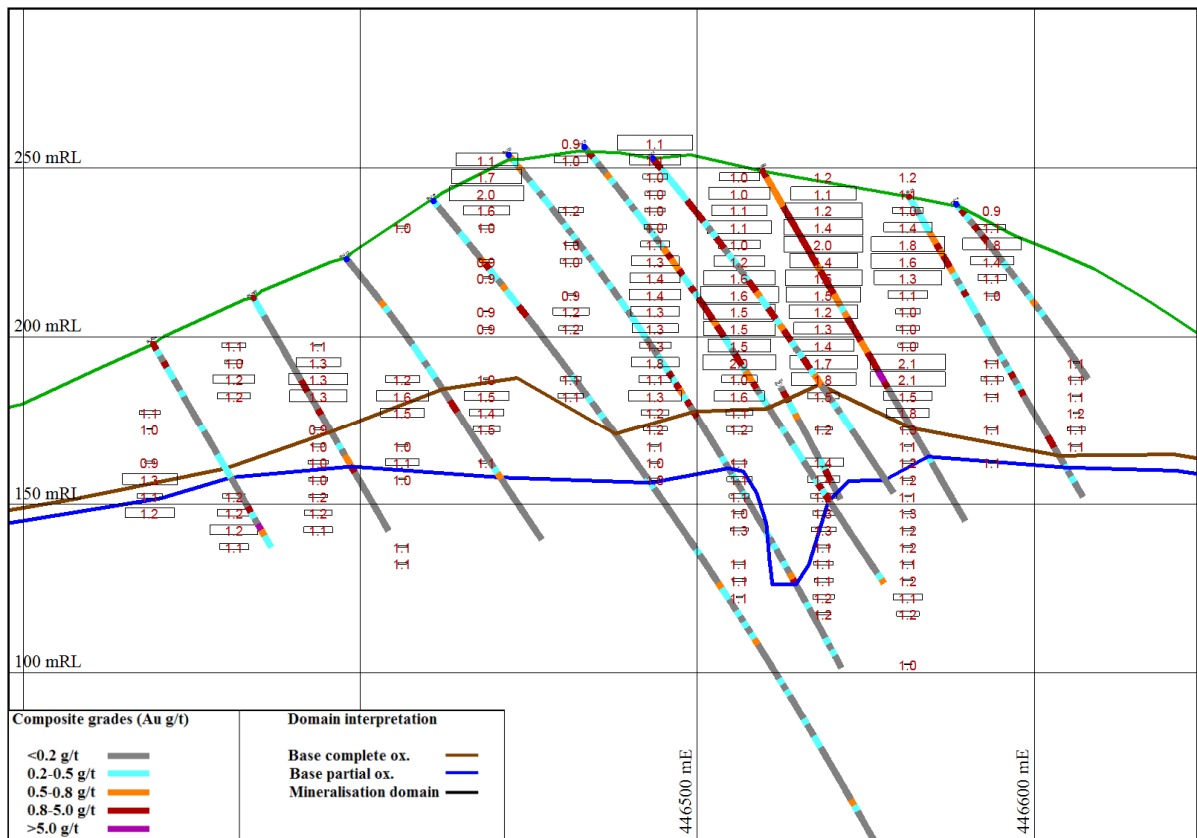
These estimates cover approximately 475 metres of strike length, over a maximum width of approximately 350 metres and extend from surface to a maximum depth of approximately 160 metres. Panels within the oxidised and partially oxidised zones estimated by the first two of three progressively more relaxed search passes are classified as Indicated, all other estimates are classified as Inferred.

Cut off Au	Res. Cat.	Completely Oxidised			Partially Oxidised			Fresh			Total		
		T (m)	Au g/t	Ag g/t	T (m)	Au g/t	Ag g/t	T (m)	Au g/t	Ag g/t	T (m)	Au g/t	Ag g/t
0.5 g/t	Indicated	2.53	1.12	6.8	0.45	0.98	16.5	-	-	-	2.98	1.10	8.3
	Inferred	0.49	0.97	3.0	0.15	1.00	12.9	0.43	0.85	6.3	1.07	0.93	5.7
	<b>Total</b>	<b>3.03</b>	<b>1.09</b>	<b>6.2</b>	<b>0.60</b>	<b>0.99</b>	<b>15.6</b>	<b>0.43</b>	<b>0.85</b>	<b>6.30</b>	<b>4.05</b>	<b>1.05</b>	<b>7.6</b>
0.7 g/t	Indicated	1.70	1.37	7.0	0.27	1.24	17.0	-	-	-	1.97	1.36	8.4
	Inferred	0.30	1.21	3.1	0.09	1.28	14.4	0.22	1.10	6.8	0.61	1.18	6.0
	<b>Total</b>	<b>2.00</b>	<b>1.35</b>	<b>6.4</b>	<b>0.36</b>	<b>1.25</b>	<b>16.4</b>	<b>0.22</b>	<b>1.10</b>	<b>6.8</b>	<b>2.58</b>	<b>1.31</b>	<b>7.8</b>
1.0 g/t	Indicated	0.99	1.76	7.2	0.14	1.61	17.7	-	-	-	1.13	1.74	8.5
	Inferred	0.15	1.58	3.3	0.05	1.69	16.6	0.10	1.46	7.4	0.29	1.56	6.7
	<b>Total</b>	<b>1.14</b>	<b>1.74</b>	<b>6.6</b>	<b>0.19</b>	<b>1.63</b>	<b>17.4</b>	<b>0.10</b>	<b>1.46</b>	<b>7.4</b>	<b>1.42</b>	<b>1.70</b>	<b>8.1</b>

**Table 2: Resource estimates by classification & oxidation type, T (m) equals Tonnes (millions)**  
**Subject to rounding errors**

The current model defines significantly more tonnes, at marginally higher gold grades than estimated by H&S in January 2007. Both models were generated using similar estimation methodology and comparable parameters, but the only the 2007 model includes channel sampling by Finders and the broad drilling assay composite data by previous explorers.

Figure 1 shows an example cross section presenting drill hole traces relative to resource model panels, and Figure 2 presents a plan view of the two metre drill hole composites used for estimation coloured by gold grade.



**Figure1: Section showing resource estimate at 0.8 g/t Au cut off, panels are scaled by the proportion estimated above the cut off grade, and drill hole traces annotated by gold grade, 9,482,950 N**

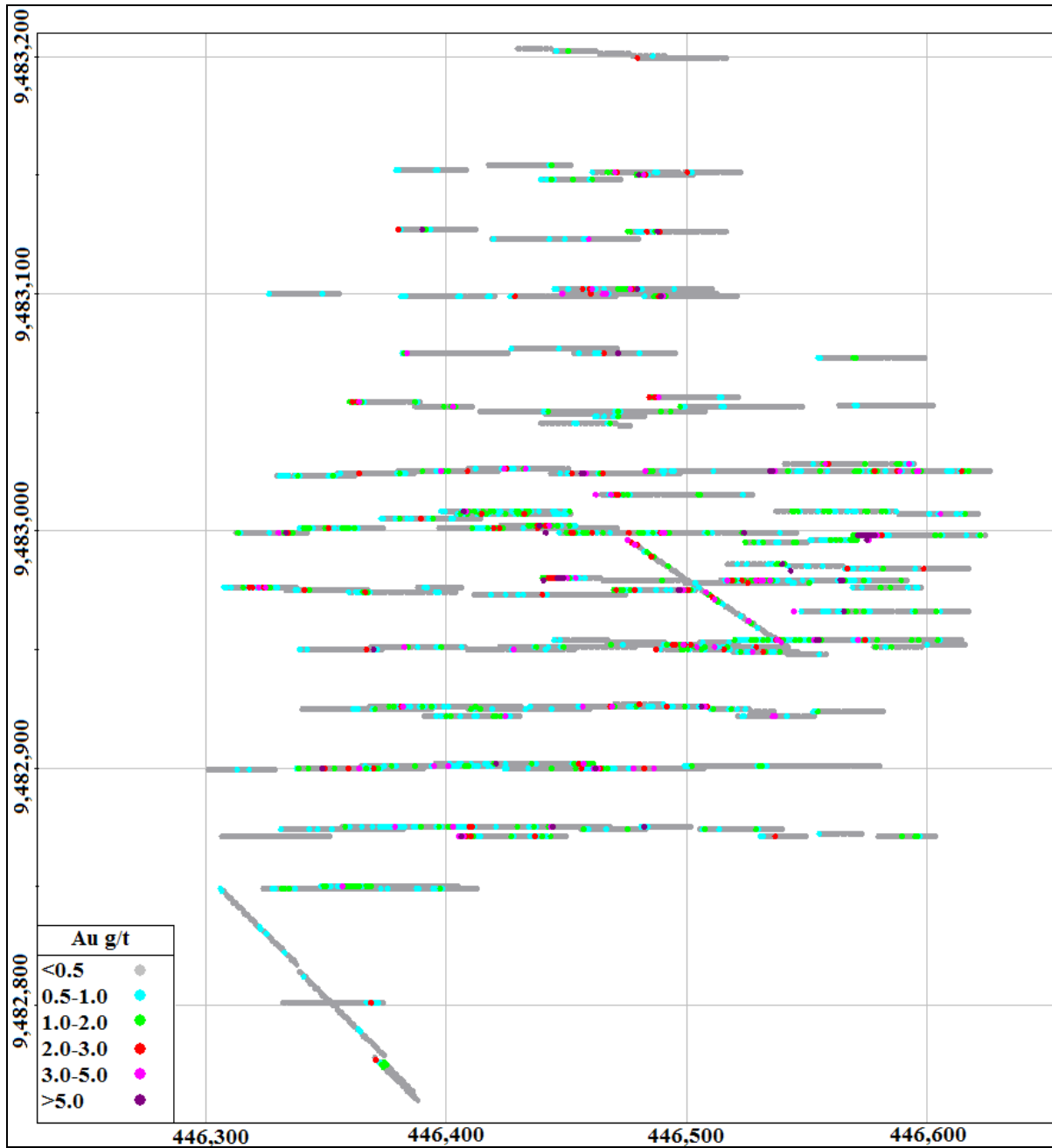


Figure 2: Plan showing composites used for estimation coloured by gold grade (g/t)

### Silver Grades

Due to the generally low silver grades in the completely oxidised zone which hosts approximately 75% of estimated resources at a 0.5 g/t Au cut off, and the poor correlation between gold and silver, the current estimates are reported above gold cut off grades.

In the southwest part of the resource area, higher silver grades appear to cluster around the base of oxidation, and there are several drill holes with anomalously high grade silver intercepts within the partially oxidised zone, including 3 metres at 3,306 g/t in BKJ22 and 2 metres at 2,185 g/t in BKJR171 (see Table 3).

The current resource model may not appropriately reflect these high grade silver intercepts which appear to represent a different mineralisation style from the bulk of the currently defined Jambi resource and which require additional work to provide a meaningful estimate.

Drill hole	Collar location (UTM Zone 48S)		Intercept	Ag g/t	Depth (from)	Comment
	East	North				
BKJ22	446,396	9,482,951	3 m	3,306	77 m	Includes 2 m @ 4,865 g/t
BKJR71	446,390	9,482,922	2 m	2,185	68 m	
BJKR89	446,294	9,482,901	1 m	580	132 m	Last metre of drill hole
BKJR114	446,357	9,482,875	3 m	396	100 m	
BKJR130	446,347	9,482,850	1 m	725	59 m	

**Table 3: Anomalously high grade silver intervals**

### Statements

*The information in this report that relates mineral resource estimation is based on work completed by Mr Jonathon Abbott who is a full time employee of Hellman and Schofield Pty Ltd and a member of the Australasian Institute of Mining and Metallurgy. Mr Abbott 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' and as a Qualified Person as defined in the AIM Rules. Mr Abbott consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

*Geological information in this announcement and comments relating to exploration potential and the project in general is based on information compiled by Dr Russell Fountain, who also accepts responsibility for the data on which the resource is based. Dr Fountain is a Director of Finders and a Fellow of the Australasian Institute of Geoscientists. Dr Fountain has sufficient experience that is relevant to the styles of mineralisation and types of deposits under consideration and to the activity that he is undertaking to qualify as Competent Person as defined in the JORC Code. He consents to the inclusion in this announcement of the matters based on his information in the form and context in which they appear.*

*All assaying of drill core samples was undertaken by the ITS laboratory in Jakarta. ITS is one of the world's largest product and commodity testing, inspection and certification organizations. The Jakarta laboratory is ISO 17025 accredited and employs a Laboratory Information Management System (LIMS) for sample tracking, quality control and reporting.*

*Statements in this document that are forward-looking and involve numerous risks and uncertainties that could cause actual results to differ materially from expected results are based on the Company's current beliefs and assumptions regarding a large number of factors affecting its business. Actual results may differ materially from expected results. There can be no assurance that (i) the Company has correctly measured or identified all of the factors affecting its business or the extent of their likely impact, (ii) the publicly available information with respect to these factors on which the Company's analysis is based is complete or accurate, (iii) the Company's analysis is correct or (iv) the Company's strategy, which is based in part on this analysis, will be successful.*

## Background

Finders, listed on AIM and ASX, is the operator of the Wetar Copper (~73% and earning), and Ojolali Gold-Silver Projects (72% with option) in Indonesia, and holds an investment in Geopacific Resources NL, an ASX-listed company with active exploration programs for gold and copper in Fiji.

At the Wetar Copper Project, Finders has previously announced the following resource estimates for the Kali Kuning and Lerokis deposits:

	Category	Tonnes (M)	Cu%	Cont. Cu (KT)	Attributable (72.4%)	
					Tonnes (M)	Cont. Cu (KT)
<b>Kali Kuning</b>	Measured	3.3	2.7	89	2.4	64.6
0.5% Cu	Indicated	2.6	2.4	63	1.9	45.3
Cut-off grade	Inferred	0.6	1.8	11	0.4	7.7
	<b>Total</b>	<b>6.6</b>	<b>2.5</b>	<b>165</b>	<b>4.8</b>	<b>119.1</b>
<b>Lerokis</b>	Indicated	2.9	2.5	71	2.1	51.6
0.5% Cu	Inferred	0.4	1.7	7	0.3	4.9
Cut-off grade	<b>Total</b>	<b>3.2</b>	<b>2.4</b>	<b>76</b>	<b>2.3</b>	<b>55.1</b>

As part of a definitive feasibility study, a demonstration SX-EW plant with 5t per day copper cathode capacity is being installed with planned cathode production from mid-2008. The Company is targeting commercial production of 20-25,000 tonnes per year cathode by the end of 2009.

At the Ojolali Project, Finders controls what it considers to be a major new epithermal gold district, and has been undertaking an extensive exploration program since late 2005, comprising detailed drilling to establish and initial mining resource, supported by extensive surface geophysical and geochemical surveys aimed at unlocking the larger potential of the district. Finders' believes that the Ojolali project has strong potential to generate short-term cash flow through open pit CIL/CIP development of the gold resource at the Jambi Oxide gold deposit. Other prospects have outstanding potential for the discovery of additional resources using modern geophysical techniques to optimize drill targeting.

**For further information please visit [www.findersresources.com](http://www.findersresources.com) or contact**

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