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BROCKMAN ANNOUNCES 74% INCREASE IN MARILLANA INDICATED RESOURCES TO 605 MILLION TONNES

- ▶ **Substantial increase in Indicated Resources after inclusion of 2008 in-fill drilling results**
- ▶ **More than 40% of the Mineral Resource at Marillana now classified as Indicated**
- ▶ **Updated Indicated Resource includes 551Mt of beneficiation feed hematite detrital ore and 54.2Mt of Direct Shipping Ore (DSO) quality CID (Channel Iron Deposit)**
- ▶ **Continuity of mineralisation provides improved confidence in resource definition and underpins ongoing project development**
- ▶ **Total Inferred and Indicated Mineral Resource of 1.4 billion tonnes**

Australian iron ore company Brockman Resources Limited (ASX: **BRM** – “Brockman”) is pleased to report a substantial upgrade in the **Indicated Mineral Resources** for its 100%-owned **Marillana Iron Ore Project** in the Pilbara of Western Australia.

The total Indicated Mineral Resource has now **increased to 605 million tonnes**, comprising **551 million tonnes of beneficiation feed hematite detrital mineralisation** (59-60% Fe grade after beneficiation*) and **54.2 million tonnes of Direct Shipping Ore (DSO) quality CID (Channel Iron Deposit) mineralisation** (57.4% Fe grade).

This represents a **74% increase** on the previously announced Indicated Mineral Resources of 347 million tonnes (*as reported in the ASX Announcement of 21 August 2008*). Since that Total Mineral Resource Estimate update, Brockman has completed a significant amount of additional RC, Sonic and Calweld holes in the Rockhole Bore, Abalone and Abalone East areas at Marillana.

The upgrade follows the incorporation of 2008 in-fill drilling results at 100m by 100m spacing in the Rockhole Bore and Abalone areas into a new resource estimate which was completed by independent consultants Coffey Mining Pty Ltd (“Coffey”). The previous Indicated Resources of 347 million tonnes were contained within the North-West Sector only.

The substantial increase in the Indicated Resources at Marillana reflects the success of in-fill drilling programs in confirming the continuity of the mineralisation and enhancing the quality of the resource base. A change in the resource estimation methodology relating to mineralisation density values has been applied by Coffey to the previously announced Snowden total resource estimate, resulting in an overall tonnage determination of 1.4 billion tonnes.

* *Based on the results of a bench-scale metallurgical testwork commissioned by Brockman on nine sonic core samples from the Marillana Project (see ASX release dated 1 July, 2008)*

More than 40% of the total resource base is now **classified as Indicated**, providing a strong foundation of resources at this higher JORC confidence level to underpin the development of the Marillana Project.

The updated Marillana resource has been classified as Indicated and Inferred (see *Table 1 and Table 2 below*) in accordance with the guidelines of the 2004 Edition of the "Australasian Code for Reporting of Mineral resources and Reserves" JORC Code. It has been estimated within interpreted grade envelopes using a nominal 40% Fe cut-off grade and is based on reverse circulation (RC) drill holes on spacings varying from 100m by 100m to 400m by 200m:

Table 1 – Beneficiation Feed Mineral Resource Summary (Cut-off grade: 40% Fe)

Deposit	Material Type	Category	Tonnes (Mt)	Grade (% Fe)
North-West Sector ¹	Detrital	Indicated	242	43.1
North-West Sector ¹	LG CID	Indicated	58	47.0
Rockhole Bore	Detrital	Indicated	75	46.6
Abalone	Detrital	Indicated	168	45.0
Abalone	LG CID	Indicated	9	46.9
Total Indicated Resources - Beneficiation Feed			551	44.6
Rockhole – Abalone ²	Detrital	Inferred	707	41.9
Rockhole – Abalone	LG CID	Inferred	67	45.4
Total Inferred Resources - Beneficiation Feed			773	42.2
TOTAL BENEFICIATION FEED			1325	43.2

¹ Estimate by Snowden Mining Industry Consultants Pty Ltd (21 August, 2008), otherwise by Coffey Mining Pty Ltd for area including Rockhole Bore, Abalone and Abalone East. Total tonnes may not add up due to rounding.

² Including 74Mt Inferred Resource for the western part of the Rockhole Bore area previously estimated by Snowden.

Table 2 – Marillana Project Direct-Shipping Mineral Resource Summary (Cut-off grade: 54% Fe)

Deposit	Material Type	Category	Tonnes (Mt)	Fe (%)	Fe-Cal (%)	Al ₂ O ₃ (%)	SiO ₂ (%)	P (%)	LOI (%)
North-West Sector ¹	CID	Indicated	46.9	57.6	63.1	3.7	3.8	0.080	8.71
Abalone ²	CID	Indicated	7.3	55.8	62.1	3.0	5.3	0.121	10.16
Subtotal (Indicated Resources - DSO)			54.2	57.4	63.0	3.6	4.0	0.086	8.91
Abalone ²	CID	Inferred	13.6	56.1	62.8	3.0	4.7	0.133	10.64
Subtotal (Inferred Resources - DSO)			13.6	56.1	62.8	3.0	4.7	0.133	10.64
TOTAL INDICATED/INFERRED RESOURCES - DSO			67.8	57.1	62.9	3.4	4.1	0.095	9.25

Fe-Cal represents calcined Fe and is calculated by Brockman using the formula $Fe(Cal) = Fe\% / ((100-LOI)/100)$

¹ Estimate by Snowden Mining Industry Consultants Pty Ltd (21 August, 2008), otherwise by Coffey Mining Pty Ltd for areas including Rockhole Bore, Abalone and Abalone East. Total tonnes may not add up due to rounding.

The additional Indicated Resources as determined by Coffey Mining have been calculated using data collected from 100m by 100m spaced RC holes. The assay quality of these RC holes has been confirmed by the drilling of a total of 25 sonic twin holes at Rockhole Bore and Abalone areas.

Grades were estimated by Ordinary Kriging, with no top cut applied prior to estimation. Coffey has adopted conservative in-situ bulk density estimates ranging from 2.6 to 2.8t/m³ for the various mineralisation styles, pending additional density determinations across the whole of the deposit.

The adoption of these density values for tonnage determination has resulted in a minor decrease in the total tonnage from 1.6 billion tonnes as reported on 21 August 2008 to 1.4 billion tonnes. The actual volume of mineralisation determined by Coffey is virtually identical to the volume (+0.3%) calculated by Snowden in the previous estimate, which was predominantly based on 400m by 200m spaced drilling.

This demonstrates good continuity of mineralisation in both grade and spatial extent and confirms the robustness of the resource estimate. The improved confidence level of the Resources provides a firm basis of process design for the Marillana Pre-Feasibility study (PFS). The PFS is scheduled to be completed in July.

The methodology and procedures used for the Mineral Resource estimate are provided in the attached summary by Coffey. A plan showing drill hole locations and the extent of the resource model is attached in Figure 1.

Brockman Resources Background

Brockman is currently completing a Pre-Feasibility Study on the construction of a 15Mtpa iron ore mining and processing operation at Marillana, commencing production in 2012 and subsequently expanding to 25Mtpa in 2015.

Brockman is in a unique position in the Australian junior iron ore sector with a world-class resource of 1.4 billion tonnes as estimated in accordance with the JORC (2004) Code guidelines, and uncommitted cash reserves of A\$102 million.

Brockman is a foundation member of the North West Iron Ore Alliance (NWIOA), which has just completed a Scoping Study on the Alliance's proposed port and stockyard facilities in Port Hedland. Two new multi-user berths in the Port Hedland inner harbour have been reserved for use by Alliance members and other potential junior producers, with a combined capacity of up to 50Mtpa. A Pre-Feasibility Study associated with the development of the port infrastructure is scheduled to commence this month.



Wayne Richards
Managing Director

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Released by:
Nicholas Read
Read Corporate
Phone: +61 8 9388 1474

On behalf of:
Wayne Richards
Managing Director
Brockman Resources
Phone: +61 8 9389 3000

Competent Person's Statement

The information in this report that relates to Mineral Resources east of local grid 13000 East based on information compiled by Mr Iain Macfarlane and Mr Alex Virisheff, who are full time employees of Coffey Mining Pty Ltd and are Members of the Australasian Institute of Mining and Metallurgy. Iain Macfarlane and Alex Virisheff have sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the "Australasian Code for Reporting of Mineral resources and Reserves". Iain Macfarlane and Alex Virisheff consent to the inclusion in the report of the matters based on the information in the form and context in which it appears.

The information in this report that relates to Mineral Resources at North-West Sector and Rockhole Bore (west of local grid 13000 East) is based on information compiled by Mr M Nimmo and Mr A Zhang.

Mr M Nimmo, who is a Member of the Australasian Institute of Geoscientists and a full-time employee of Snowden Mining Industry Consultants Pty Ltd, produced the Mineral Resource estimates for the North-West Sector and Rockhole Bore deposits based on the data and geological interpretations provided by Brockman. Mr Nimmo has sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity that 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 Resource and Ore Reserves. Mr Nimmo consents to the inclusion in this report of the matters based on his information in the form and context that the information appears.

Mr A Zhang, who is a Member of the Australasian Institute of Mining and Metallurgy and a full-time employee of Brockman Resources Limited, provided the geological interpretations and the drillhole data used for the Mineral Resource estimation. Mr Zhang has sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity that 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 Resource and Ore Reserves. Mr Zhang consents to the inclusion in this report of the matters based on his information in the form and context that the information appears.

The information in this report that relates to mineralisation and exploration results is based on information compiled by Mr Colin Paterson, who is a Member of the Australian Institute of Geoscientists. Mr Paterson is a full time employee of Brockman Resources Ltd and 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". Mr Paterson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

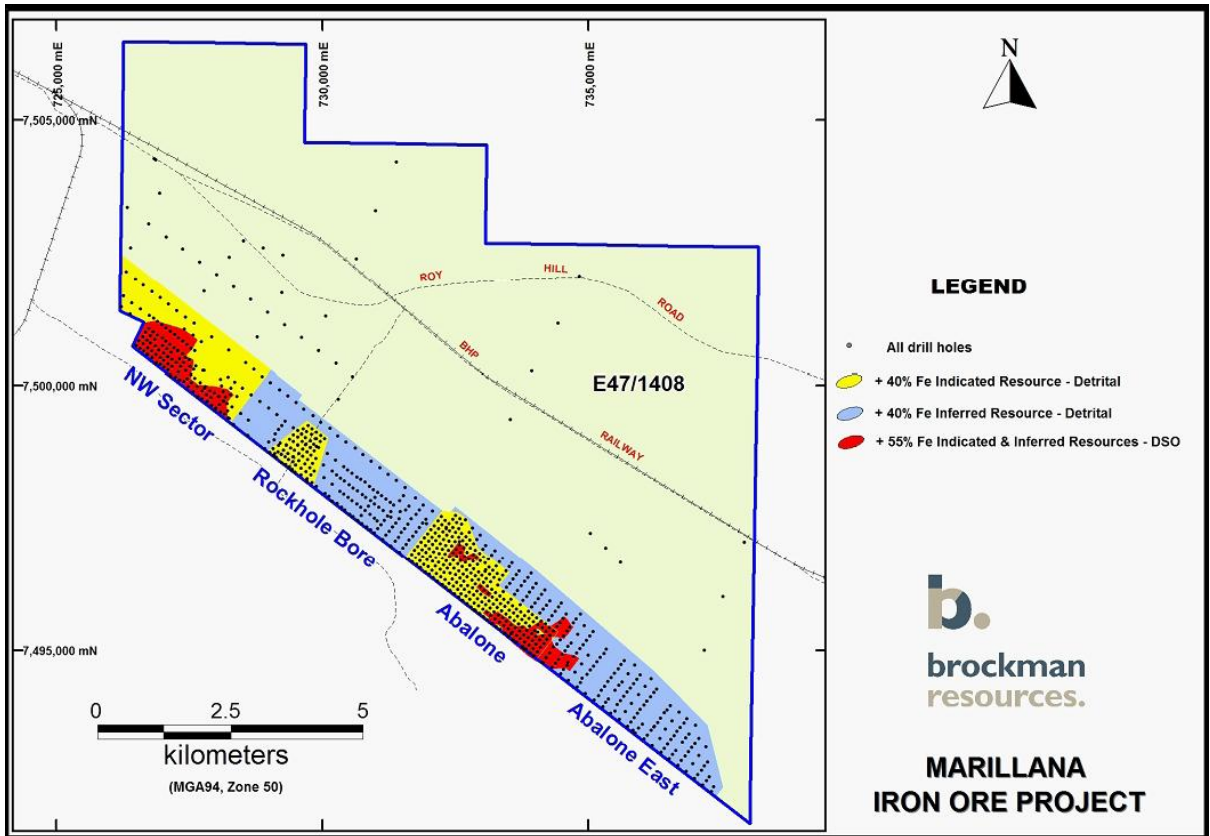


Figure 1 Resource Outlines and drill hole location plan – Marillana Project.