



MITHRIL

RESOURCES LTD

2 October 2008

ASX RELEASE

Mithril awarded drill funding for Indiana Property from the Northern Territory Government

The directors of Mithril Resources Ltd are pleased to advise the Company has been awarded \$100,000 as part of the Northern Territory Government's Bringing Forward Discovery initiative to jointly fund a drilling program on the Indiana Property.

The proposed drillholes will test targets prospective for copper sulphide mineralisation generated from recently completed geophysical, geochemical and geological surveys. Previous drilling and geological mapping in the area by Mithril has identified zones of significant copper sulphide mineralisation and the proposed drillholes will test discrete geophysical targets.

The Indiana Property is part of Mithril's Huckitta Project which consists of a number of joint ventures (Figure 1). At Indiana BHP Billiton are currently earning up to a 65% interest in the project.

Mithril is very pleased to be selected to participate in this initiative and looks forward to drill testing the defined targets in this highly prospective, under-explored region.

Graham Ascough
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For more information on the company visit www.mithrilresources.com.au

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr G Ascough, who is a full-time employee of the Company and a Member of the Australasian Institute of Mining and Metallurgy. Mr G Ascough has more than five years 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 G Ascough consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

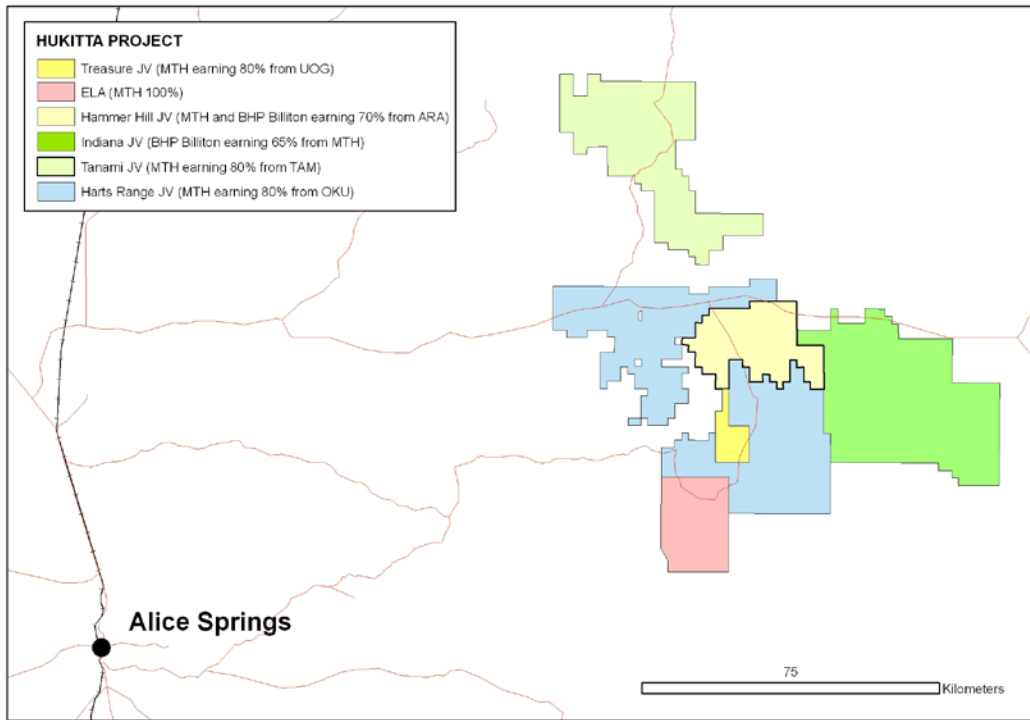


Figure 1; Huckitta Project, Northern Territory