

**MITHRIL RESOURCES LIMITED  
CHAIRMAN'S ADDRESS**

**Delivered at the 2009 Annual General Meeting on  
Thursday, 22 October 2009 at the  
Rendezvous Allegra Hotel, 55 Waymouth Street, Adelaide**

Ladies and Gentlemen,

Before turning to the business of today's meeting I would like to add to my comments contained in the Chairman's Report as presented in the 2009 Annual Report.

As I described in that report, the Company's team completed extensive exploration during the year under review on the Huckitta Project in the Northern Territory using geological mapping, sampling and geophysical techniques. This very successful program delineated a number of high quality nickel-copper and copper targets and our team is to be highly commended for outstanding work in this remote location.

As previously announced, initial drilling of two of the nickel-copper targets (Blackadder and Baldrick) returned anomalous nickel and copper values from intervals of mineralised gabbroic (mafic) rocks. Results included a very encouraging intersection of 9 metres averaging 0.48% nickel and 0.37% of copper (comprising both oxidised and sulphide mineralisation) together with other anomalous intersections.

Drilling is currently underway which will test nickel targets at the Blackadder, Edmund and Kevin Darling Prospects as well as copper targets at the Basil and Manuel Prospects. More than 2000 metres of drilling are planned and we look forward to releasing the assay results of any mineralised intervals.

All-in-all, we regard the Huckitta Project as a high quality exploration project on which testing of many quality targets is yet to be completed.

The Pardoo Nickel Project in northern Western Australia provided encouraging results during the year including the drilling of extensions to the low grade resource and encouragement for higher grade targets. Metallurgical test work on the low grade

mineralisation continued as did evaluation of exploration targets outside the Highway resource.

Further work was completed on the large Musgrave Project in South Australia and this is adequately described in the Annual Report.

On other matters, it is imperative that Mithril maintains its queue of quality exploration projects and activities to ensure this occurs are underway. We continuously assess our exploration property portfolio and adjust it by divesting of non-core projects and those projects that have returned unsatisfactory exploration results. At June 30, 2009 the Company held interests in 27 granted exploration tenements and 41 exploration licence applications in South Australia, Western Australia and the Northern Territory.

Our exploration projects will be described in more detail later today by Graham Ascough, Managing Director. In total, \$3.04 million were expended on exploration activities managed by Mithril during the year of which \$1.00 million were reimbursed by joint venture partners.

Commodity prices, and in particular the nickel price, collapsed at the beginning of the previous financial year but have recovered significantly over the last 5-6 months. In October 2008 nickel was trading at US\$5/lb and today it is trading close to US\$8.40/lb. It continues to show strong volatility with significant price movements in the short term but we believe the recovery will be sustained over the medium and long term. As the global recovery continues, growing consumption will lead to increased demand for new nickel sulphide projects.

In closing I would like to thank my fellow Directors for their continuing support and good advice and, on behalf of all us, thank Graham Ascough and his small team for their outstanding efforts during a busy and difficult year. Again, I must extend particular thanks to Jim McKinnon-Matthews, our Chief Geologist, and his hard working team for their great work.

**John Roberts**

**Chairman**