

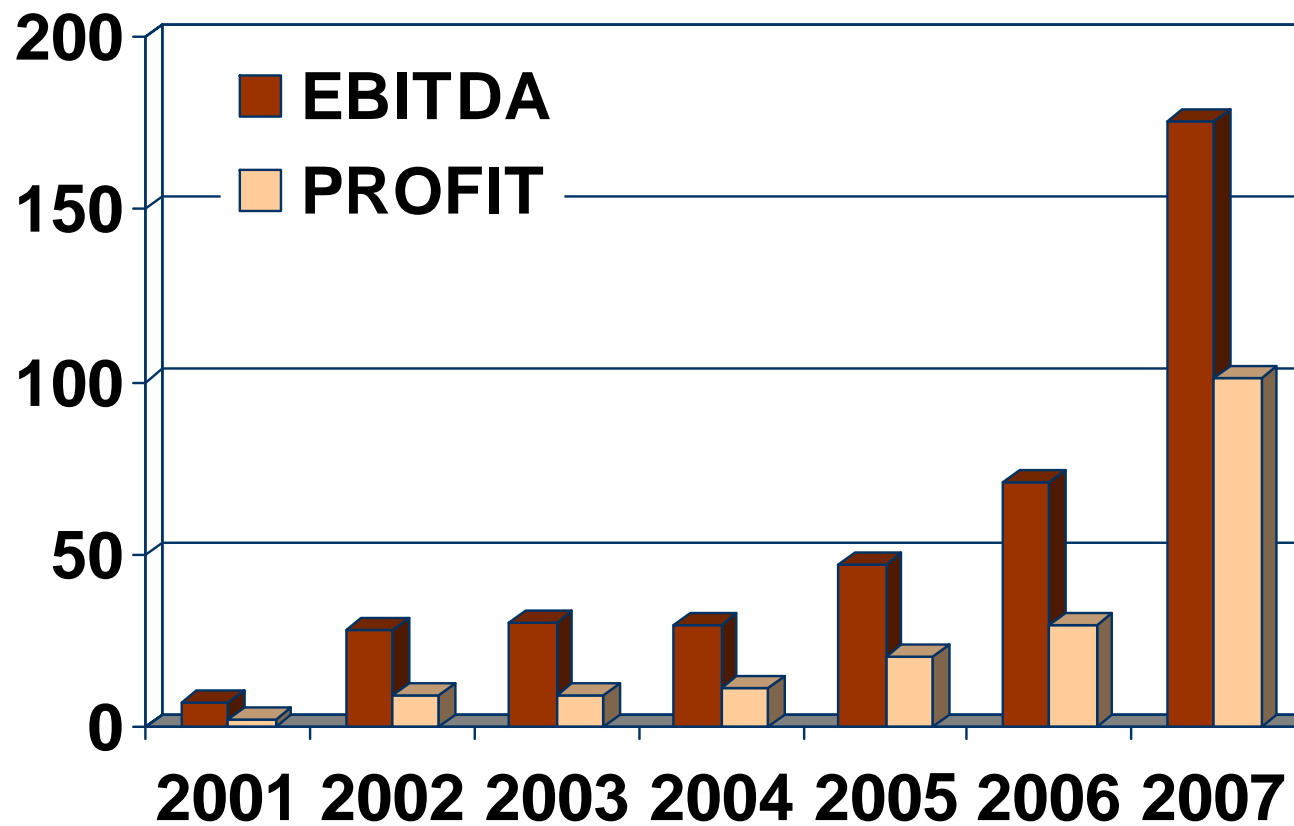
# **MINCOR RESOURCES NL**

**2007 Full Year  
Financial Results**

## 2007 Highlights

- Fifth straight year of earnings growth
- Production of 12,927 t nickel in concentrate from four mines
- Record Profits: up 246% to \$101.33 million
- Record Cashflows: up 269% to \$192.16 million
- Record Full Year Dividend: up 140% to 12 cps
- Strong Balance Sheet
- Foundations laid for period of sustained production growth:
  - GMM acquisition: Otter Juan production, McMahon/Durkin Feasibility
  - Carnilya Hill discovery: new mine under development
  - Drill-out of major new discovery at Mariners Mine

## Long Term Earnings Growth

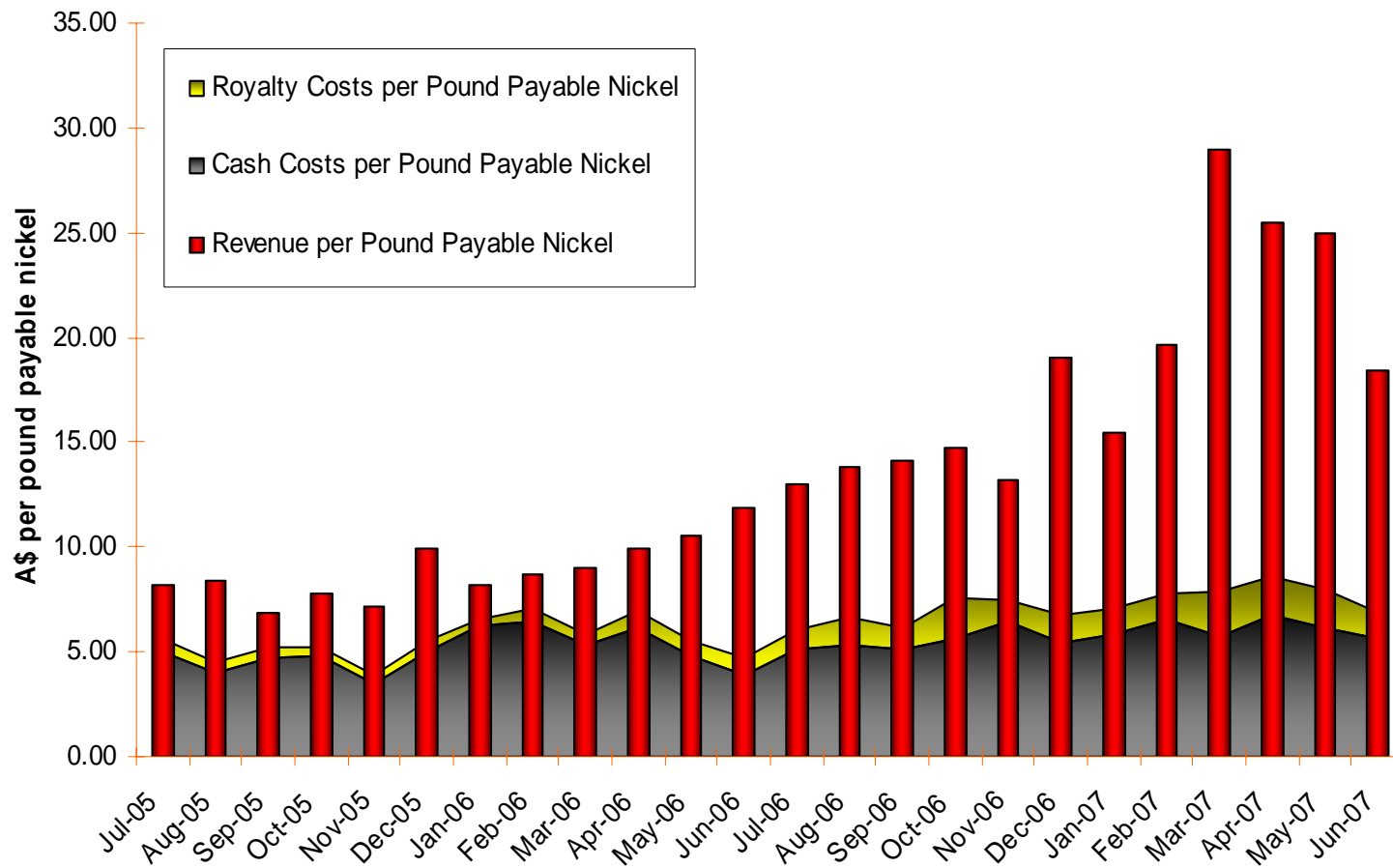


## Key Operational Results

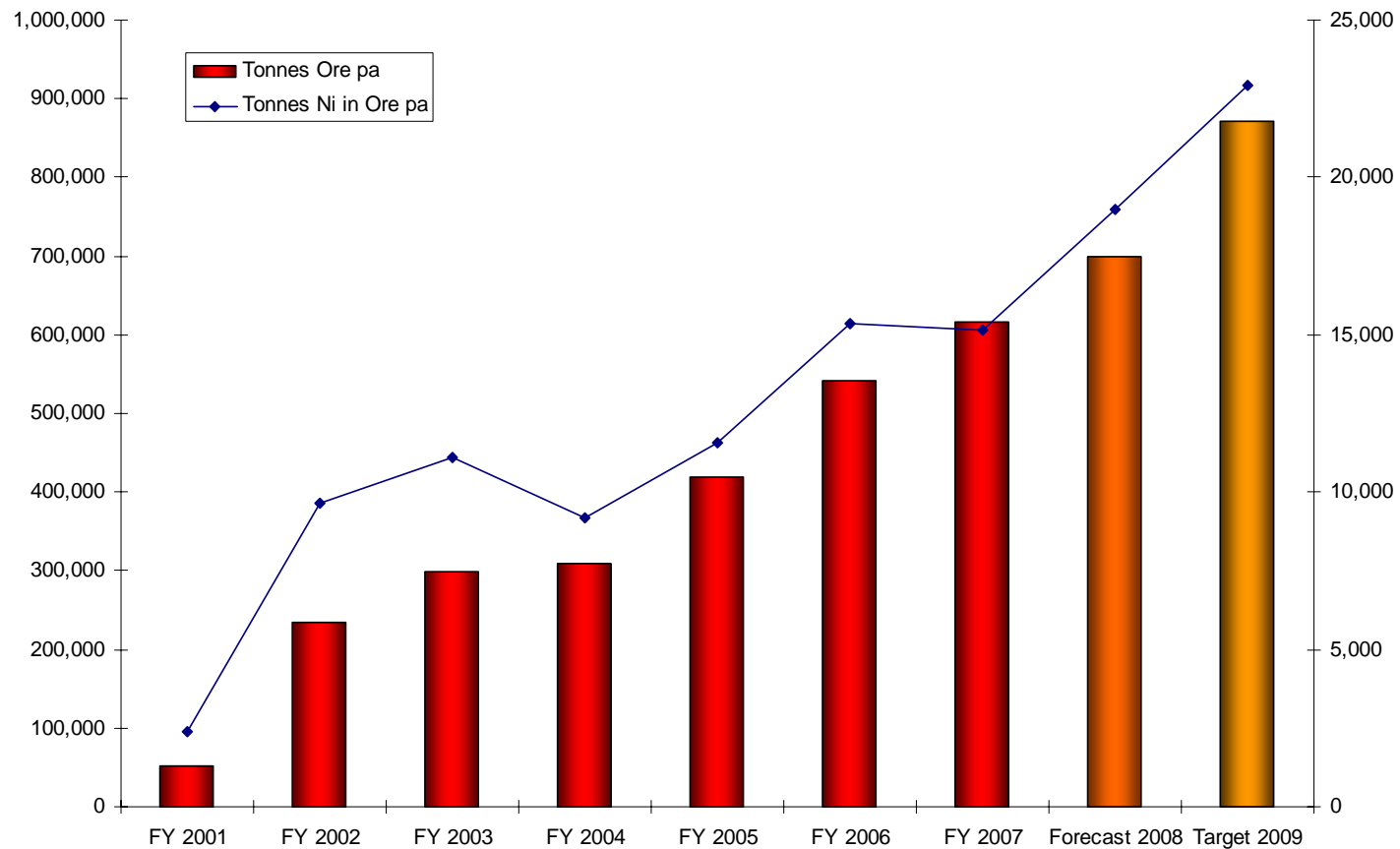
	2007	2006	2005
<b>Ore Delivered (tonnes)</b>	616,230	540,897	419,310
<b>Nickel Grade</b>	2.46%	2.85%	2.75%
<b>Nickel in Concentrate (tonnes)</b>	12,927	13,496	10,028
<b>Pounds payable Nickel</b>	18,524,774	19,339,120	14,370,833
<b>Average Ni Price (A\$/lb)</b>	17.28*	8.69	8.11
<b>Average Cash Cost (A\$/lb)</b>	6.59	5.11	4.62
<b>Average Cash Margin (A\$/lb)</b>	10.69	3.58	3.49

\*Estimate, awaits the fixing of the nickel price for the months of April, May and June 2007 – see explanation on following pages.

# Cash Costs per Pound vs Revenue



# Continued Strong Production Growth



# Headline Earnings

	2007	2006	2005
<b>Revenues (\$M)</b>	334.51	175.26	121.53
<b>EBITDA (\$M)</b>	175.67	70.63	46.74
<b>Net Profit After Tax (\$M)</b>	101.33	29.31	20.19
<b>Earnings per Share (CPS)</b>	51.3	15.1	10.4
<b>Dividends per Share (CPS)</b>	12	5.0	3.0

\*The nickel price received by Mincor for any month of production is the average LME spot price during the third month following the month of delivery. Therefore the nickel price in the June 2007 full-year accounts for the production months of April, May and June 2007 must be estimated. The Company's policy is to base this estimate upon a 10% discount to the average LME spot price during the month of delivery. However, Mincor has chosen to discount the average LME spot price for April, May and June by a further 10% to take account of the recent significant fall in the nickel price. Accordingly, revenue for April, May and June in this report has been estimated by applying a 20% discount to the spot price, and is subject to an adjustment (up or down) when the final nickel price is known.

# Analysis of Earnings

	2007	2006	2005
<b>EBITDA from normal operations (\$M)</b>	175.67	70.63*	46.74
Depreciation and Amortisation (\$M)	(35.00)	(30.40)	(17.71)
<b>EBIT (\$M)</b>	140.67	40.23	29.03
Net Interest (\$M)	4.34	0.37	0.06
Income Tax Expense (\$M)	(43.68)	(11.29)	(8.90)
<b>Net Profit after Tax (\$M)</b>	101.33	29.31	20.19

\*The net gain on disposal of options in Tethyan Copper Company Limited (\$8.79M) and the loss on disposal of the Tanzanian operations (\$1.29M) have been excluded from the comparative year's balance as they were not considered part of Mincor's normal operations.



## Balance Sheet

	2007	2006	2005	2004
<b>Assets (\$M)</b>	310.77	169.93	125.01	88.65
<b>Liabilities (\$M)</b>	160.51	98.81	59.77	38.91
<b>Shareholder's Equity (\$M)</b>	177.66	90.78	65.24	49.25
<b>Return on Equity</b>	57%	27%	31%	23%

Note: Shareholder's Equity has been adjusted (by \$27.39 million) to remove the impact of cashflow hedges. Under the new AIFRS rules hedges must be fair valued with mark to market adjustments made against equity. As this fair value fluctuates with nickel and currency prices, the adjustment has been removed in the above table to allow comparisons with previous years. In addition, the 2006 ROE figure has been adjusted to reflect underlying earnings before significant items, again to allow comparison with previous years.

## Analysis of Cashflows

	<b>2007</b>	<b>2006</b>
	<b>\$000</b>	<b>\$000</b>
Net Operating Cash Inflow	192,158	52,034
Capital Expenditure	(25,122)	(24,407)
Exploration Expenditure	(13,061)	(8,269)
Acquisition Expenditure	(14,185)	-
Dividends Paid	(17,596)	(7,786)
Proceeds from Issue of Shares	2,168	-
Sale of Tethyan Options	-	15,697
Other	70	(339)
<b>Net Cash Inflow</b>	<b>124,432</b>	<b>26,930</b>
Cash at 30 June 2007	169,567	45,135