

# Quarterly Report

for the three months ending 30 June 2007

## Highlights

	Jun Qtr 07	YTD
Gold produced at Sepon	25,791oz	59,438oz
Gold produced at Golden Grove	15,619oz	28,370oz
Silver produced at Sepon	47,681oz	107,906oz
Silver produced at Golden Grove	858,753oz	1,369,920oz
Average received gold Price	US\$663/oz	US\$657/oz
Copper produced at Sepon	16,271t	30,098t
Copper produced at Golden Grove	4,731t	12,028t
Average LME Cash Copper Price	US\$3.47/lb	US\$2.91/lb
Zinc produced at Golden Grove	36,675t	61,189t
Average LME Cash Zinc Price	US\$1.66/lb	US\$1.64/lb

- Group production and costs on track to meet annual forecast.
- Prominent Hill remains on schedule for 2008 production.
- Exploration success continues at Sepon, Golden Grove and Prominent Hill.

### Sepon Copper

- Copper production was higher at 16,271t.
- Resource evaluation commenced at the Pha Bing prospect following discovery of high grade copper mineralisation including **38m at 8.1% Cu** and **25m at 3.3% Cu**.

### Sepon Gold

- Production of 25,791oz of gold.
- Exploration results from the Houay Yeng prospect included **43.8m at 8.7g/t Au** and **23m at 15.9g/t Au**. Resource modelling is underway.

### Golden Grove

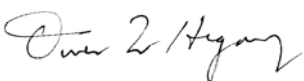
- Mainly a zinc production quarter at Golden Grove with 36,675t zinc produced.
- High grade zinc and copper mineralisation continues to be discovered beneath the Xantho and Scuddles deposits, with results including **65.3m at 7.4% Cu** and **29.4m at 19.5% Zn**.

### Prominent Hill

- Development of the Prominent Hill copper-gold project remained on schedule.
- Mineralisation has shown continuity over more than 1km, with recent results including **86m at 1.7% Cu**, **23m at 2.5% Cu**, **23m at 1.9%Cu** and **47m at 3.2g/t Au**.
- Contracts awarded for transport of Prominent Hill concentrates to the Port of Darwin for export.

### Corporate

- A new US\$525m syndicated bank facility has been established.
- The Wiluna gold mine sold to Apex Minerals NL.
- Oxiana's Half Year Financial Results are to be announced on 23 August 2007.



Owen L. Hegarty  
Managing Director and CEO  
18<sup>th</sup> July 2007



Figure 1. Sepon gold and copper operation. Location of pits, resources and prospects.

## Sepon

### Safety

There were 11 Total Recordable Injuries, including 1 Lost Time Injury in this quarter, resulting in a 12 month rolling LTIFR of 0.27 and a TRIFR of 3.01.

### Sepon - Copper

#### Mining and Production

Mining was in line with plan for the period with 502,769 of ore recovered, benefiting from a lower stripping ratio of 1.6:1.

Ore processed was up on the previous quarter with a total of 315,968t milled at an average head grade of 5.54%. Production was higher at 16,271t of copper cathode for the quarter.

A planned 5-day maintenance shutdown was successfully conducted in May.

#### Quarterly Copper Production Statistics

Table 1

	Units	June Qtr 2007	YTD
Ore Mined	t	502,769	1,125,527
Grade	%	5.4	5.3
Strip Ratio	w/o	1.6	2.4
Ore Milled	t	315,968	599,575
Grade	%	5.5	5.5
Recovery	%	90.0	90.7
Production (Stripped)	t	16,271	30,098
Cathode Sold	t	15,985	29,816

### Costs

Direct cash costs of copper production were in line with forecast at US\$65c/lb.

The average London Metal Exchange price received for cathode was US\$3.47/lb.

#### Quarterly Sepon Copper Costs

Table 2

All USc / lb*	June Qtr 2007	YTD
Direct Cash Costs	65	66
Market Premium	(4)	(4)
Royalties	15	13
Total Cash Costs	76	75
Depreciation & Amortisation	17	17
Rehabilitation	1	0
Total Production Costs	94	92

\* Figures may not always add due to rounding

#### Sepon Copper Expansion

Work on the Sepon copper expansion feasibility study progressed during the quarter. Resource drilling at Thengkham was completed for the purposes of the study. Findings of the overall study are due at the end of the third quarter.

Work on the second autoclave project progressed according to plan to allow project commissioning in the first quarter of 2009.

#### Sepon Copper Exploration

Exploration around known resources and at greenfields prospects continues to deliver significant new copper mineralisation.

Drilling with six rigs continued resource evaluation at the Thengkham North and South copper deposits. Significant results defining high grade mineralised channels included 16m at 7.9% Cu, 14m at 6.0% Cu and 41m at 10.6% Cu (Thengkham North) and 17.7m at 4.7% Cu, 26m at 5.8% Cu, and 33.3m at 3.0% Cu (Thengkham South).

To the west of Thengkham wide-spaced, shallow drill holes intersected low to moderate grade copper, including 22m at 1.9% Cu. Further drilling is required to assess the resource potential.

As a part of the Sepon copper expansion studies Resource evaluation drilling commenced at Pha Bing prospect. Better results during the quarter included 38m at 8.1% Cu (from 32m) and 25m at 3.3% Cu (from 48m). Geometry appears similar to the Thengkham deposits with channels of high grade copper within broader low grade haloes. Drilling is continuing.

Initial scout drilling at Nam Pa prospect to test a large copper soil anomaly intersected shallow copper mineralised skarns. Results are pending.

### Sepon - Gold

#### Mining and Production

Ore mined was lower due to wet conditions impeding pit access at times but was in line with plan. Mined grades were also lower at 1.36g/t gold.

Processing and production was to plan with 25,791oz of gold poured for the quarter.

Gold production in the third quarter will be lower but the forecast of around 100,000oz for the year remains.

**Quarterly Sepon Gold Production Statistics**  
Table 3

	Units	June Qtr 2007	YTD
Ore Mined	t	393,289	1,021,794
Grade	g/t	1.4	2.0
Strip Ratio	w/o	0.4	1.0
Ore Milled	t	468,730	959,030
Gold Grade	g/t	2.1	2.2
Silver Grade	g/t	10.9	11.1
Gold Recovery	%	82.9	81.9
Silver Recovery	%	26.0	29.0
<b>Production</b>			
Gold	oz	25,791	59,438
Silver	oz	47,681	107,906
Gold Sold	oz	31,387	58,856

\* Production reported is gold poured.

## Costs

Total cash costs of production remained below forecast at US\$417/oz due to lower mining and processing costs.

The average gold price received in the quarter was \$663/oz.

**Quarterly Sepon Gold Costs**  
Table 4

All US\$ / oz	June Qtr 2007	YTD*
Operating <sup>(1)</sup>	412	376
Refining & Transport	8	5
By Product Credit <sup>(2)</sup>	(32)	(24)
Royalties	30	30
<b>Total Cash Costs</b>	<b>417</b>	<b>387</b>
Depreciation & Amortisation <sup>(3)</sup>	281	252
Rehabilitation <sup>(4)</sup>	9	9
<b>Total Production Costs</b>	<b>708</b>	<b>649</b>

\* YTD Includes minor first quarter adjustments for depreciation, royalties and rehabilitation.

1) All costs incurred by the site, including inventory changes, corporate charges and realised foreign exchange gains/(losses). Exploration and resource drilling expenditures are not included in mine site cash costs.

(2) Revenue from silver at spot price.

(3) Includes amortisation of the pre-production capital, and depreciation of mine operations capital expenditure, which includes exploration, resource drilling and sustaining capital.

(4) Provision for final site reclamation in addition to ongoing rehabilitation.

Figures may not always add due to rounding.

## Primary Gold Project

Resource modelling and engineering studies continue to be advanced as part of the primary gold feasibility study which is due for completion later in 2007.

## Sepon Gold Exploration

In the near mine environment, resource development drilling outlined further shallow oxide mineralisation around the Nalou pit.

Resource evaluation for the primary gold feasibility study focussed on data compilation, validation and geological modelling. Better drill results from a new mineralised position discovered between Discovery and Luang deposits include:

**Discovery - Luang Drilling Results**  
Table 5

Hole	From (m)	Interval (m)	Au (g/t)
LOL071	165	17	9.7
LOL072	168.1	7.9	4.9
LOL073	172	8	5.7
LOL073	184	7.3	5.5
DSW488	136.6	6.4	6.6
DSW490	86	5	10.8
LOL080	213.5	7.9	5.8
LOL084	199	7.2	6.3
LOL087	162	8	6.7

Au: \*Fire assay, weighted averages of approximate 1 metre sample intervals, 0.5g/t Au lower cut-off, max 2m internal waste\*.

At Dankoy and Houay Yeng prospects data compilation and resource modelling are well advanced. While both are expected to provide modest contributions to the Sepon oxide gold resource inventory, recent drilling has outlined potential for higher grade zones in each prospect as follows:

**Dankoy Drilling Results**  
Table 6

Hole	From (m)	Interval (m)	Au (g/t)
PVT601	30	24	2.1
PVT606	23	37	2.6
PVT642	2	15	1.4
PVT643	2	5	14.9
PVT655	81	19	1.5
PVT659	0	32.3	2.5
PVT664	1	18	1.2
PVT665	0	17	3.4
PVT668	77	7	5.2
PVT671	2	18	3.4
PVT676	119	14	5.0
PVT678	30	20	1.0
PVT678	83	14	2.4
PVT679	40	9	3.1
PVT680	15	15	3.0
PVT683	28	9.5	2.3

Au: \*Fire assay, weighted averages of approximate 1 metre sample intervals, 0.5g/t Au lower cut-off, max 2m internal waste\*.

**Houay Yeng Drilling Results**  
Table 7

Hole	From (m)	Interval (m)	Au (g/t)
YNG076	0	13	1.3
YNG081	63	15	1.5
YNG086	45	23	15.9
YNG090	49.4	5.6	12.8
YNG090	60.1	5.9	12.9
YNG099	35	5	31.3
YNG099	48	3	10.6
YNG103	38	22	5.8
YNG108	70.3	43.8	8.7
YNG109	62	11.5	3.6

Au: \*Fire assay, weighted averages of approximate 1 metre sample intervals, 0.5g/t Au lower cut-off, max 2m internal waste\*.

Recent drilling also highlighted potential for primary gold resources at Ban Mai, 15km to the west of the Sepon mine, with a number of significant gold intersections along the margins of porphyry bodies. Final results are pending from

several holes, however better results received to date include:

### Ban Mai Drilling Results

Table 8

Hole	From	Interval	Au (g/t)
MAI051	58	14	4.7
MAI059	33	9	4.3
MAI060	44	7	4.1
MAI063	70	5	9.2

Au: \*Fire assay, weighted averages of approximate 1 metre sample intervals, 0.5g/t Au lower cut-off, max 2m internal waste\*.

Drill planning is underway at a number of prospects, including a new area to the west of Nalou deposit where surface exploration has returned rock chips to 6.9g/t Au over ~1.5km.

### Sepon District Exploration

Up to thirteen drill rigs were active on resource delineation and prospect testing across the Sepon district during the quarter. An extensive program of aircore drilling was also in progress to rapidly assess potential for copper and gold mineralisation in areas of thin surficial cover.

### Infrastructure Studies

Earthworks for the new tailings facility is well advanced. Piping and piling for the bridges continues to be a focus. The new Western Haul Road was completed this quarter as scheduled.

### Government of Laos 10% Equity in Sepon Operations

As previously flagged the Government of Laos signed documents on 30 June 2007, to take up its 10% equity interest in Oxiana's Lao operating company Lane Xang Minerals Limited.

The option to acquire the 10% interest in Sepon was included in the Mineral Exploration and Production Agreement (MEPA) signed with the Government of Laos in 1993.

The 10% ownership is effective as of 1 January 2007. The cost to acquire the equity interest is based on an agreed 10% of historical equity expenditure and will be paid for from dividends declared by the operating company.

### Golden Grove

#### Safety

There were 12 reportable injuries and 3 lost time injuries for the quarter bringing the 12-month rolling TRIFR to 18.8 and the LTIFR to 4.2

### Mining and Production

Good underground development rates together with increased production drilling capability resulted in good availability of both copper and zinc stopes and high mining rates throughout the quarter.

Milling was in line with plan with zinc recoveries up slightly.

Re-entry into the Scuddles underground mine, which is located 3 km from the Gossan Hill mine and immediately adjacent to the plant, was completed with first ore mined late in the quarter.

Feasibility studies on recovering the near surface oxide gold and copper Resources continues with a focus on permitting and investigating processing alternatives.

### Quarterly Golden Grove Production Statistics

Table 9

	Units	June Qtr 2007	YTD
Mined Zn Ore	t	199,314	426,632
Mined Cu Ore	t	165,119	331,119
Grade Zn	%	16.1	16.7
Grade Cu	%	3.6	4.1
Milled Zn Ore	t	239,218	393,829
Grade Zn	%	16.6	17.0
Recovery Zn	%	92.5	91.3
Milled Cu Ore	t	135,457	319,955
Grade Cu	%	4.0	4.3
Recovery Cu	%	87.4	88.3
Zn Concentrate	t	71,440	119,389
Zn Grade	%	51.3	51.3
Cu Concentrate	t	22,643	52,576
Cu Grade	%	21.0	22.9
HPM Concentrate	t	6,578	12,152
Cu Grade	%	7.1	7.6
Pb Grade	%	35.0	33.7
Au Grade	g/t	68.6	65.9
Ag Grade	g/t	2,611.92	2,253.32
Contained Metal in Concentrates*			
Zn	t	36,675	61,189
Cu	t	4,731	12,028
Au	oz	15,619	28,370
Ag	oz	858,753	1,369,920
Pb	t	2,299	4,095

\* Where there are payable terms

### Costs

Total cash costs of US23c/lb remain highly competitive. By-product credits were slightly lower with the quarter dominated by zinc production.

Total cash costs for 2007 are now expected to be US25-35c/lb.

### Golden Grove Quarterly Costs

Table 10

All USc / lb*	June Qtr 2007	YTD
Operating	49	55
Realization	29	28
By Product Credits	(63)	(76)
Royalties	8	9
Total Cash Costs	23	16
Depreciation & Amortisation	11	12
Rehabilitation	1	1
Total Production Costs	35	29

\* Costs are per lb of zinc produced. Gold, silver, copper and lead are taken as credits.

### Golden Grove Exploration

Exploration beneath both the Xantho and Scuddles deposits has continued during the quarter to produce high grade zinc and copper intersections.

Results from three drill holes at Xantho indicate the potential lateral and vertical continuity in the Xantho mineralization zone. Future targets below Xantho will focus on proving the depth continuity of the system.

### Xantho Drilling Results

Table 11

Hole	From (m)	Interval (m)	Zn (%)	Cu (%)	
RHDD085D2	1,736	5.8	25		
		1,743	65.3	7.4	
RHDD085D3	1,606	9.6	15.2		
		1,621	52.5	3.2	
RHDD083D7 including	1,778	29.4	19.5	1.6	
		1,796	12.5	17.8	3.0
		1,809	32.5	8.4	

\*True mineralised widths are approximately 0.7 times down hole interval. Sampling and assaying protocols for Golden Grove are included in the Golden Grove Resource Statement for 30 June 2006. Refer Oxiana website

At Scuddles, results from testing the northward extent of mineralisation are tabled below:

**Scuddles Drilling Results**  
Table 12

Hole	From (m)	Interval (m)	Zn (%)	Cu (%)
SC101D1	1,718	9.0		3.3
SC101D3	1,760	16.6		3.2
SC101D4	1,811	11.1	11.7	

\*True mineralised widths are approximately 0.7 times down hole interval. Sampling and assaying protocols for Golden Grove are included in the Golden Grove Resource Statement for 30 June 2006. Refer Oxiana website

Diamond drilling is currently testing the southward extent of this mineralisation.

These intersections continue to support the potential for major additions to mine life and work has intensified on long term optimisation alternatives.

### Marketing

The LME copper price averaged US\$3.47/lb for the quarter, an increase of 29% on the previous quarter due to supply being restrained by production disruptions in South America. LME reported copper stocks fell by more than one third to 114,700 tonnes with the current concentrate shortage appearing to have impacted cathode production.

Zinc prices firmed by US\$0.09/lb as LME stocks fell by 32% to a 16 year low, ending the quarter at only 73,000t. Zinc concentrate supply improved, with additional units absorbed by Chinese smelters seeking to feed additional capacity which appears to be under supplied by domestic zinc mines.

LME lead prices continued to strengthen, trading above US\$1.20/lb, an increase of more than 35% during the second quarter and 50% increase for the year. Lead concentrate supply is limited and analysts forecast a supply deficit of refined lead for the 5<sup>th</sup> consecutive year in 2007, in the order of 50,000t.

The majority of Oxiana's products are sold under long-term contracts to consumers within Asia.

### Prominent Hill

The development of the Prominent Hill project continued to schedule and budget during the quarter for mining of first ore in early 2008 and production of first commercial concentrates in the third quarter of 2008.

#### Mine Development

Good progress was made on pre-strip mining of the Prominent Hill pit with the pit depth ahead of schedule at 63 metres by the end of the quarter.

#### Process Plant and Infrastructure Development

Work on the bulk earthworks for the process plant continued and the first of the concrete foundations were poured.

The Prominent Hill concentrates will be exported through the Port of Darwin to customers in Asia via the Adelaide to Darwin railway after an agreement was signed with operators of the Adelaide to Darwin Railway - FreightLink, Giacci Bros - transport and logistics and the Port of Darwin.

The concentrate will be transported by Giacci to a rail siding at Wirrada where it will be loaded on to FreightLink trains and sent to Darwin for export to major copper smelters in Asia including China, India, Korea and the Philippines.

#### Prominent Hill and Regional Exploration

Drilling programs evaluating the broader Prominent Hill Iron Oxide Copper Gold system continued to produce significant results throughout the quarter.

Deep extensions of thick, mineralised hematite breccias characteristic of the Prominent Hill Shear Zone mineralisation have now been outlined over a vertical extent greater than 1km.

The economic significance of copper-gold mineralised intersections in a previously unrecognised ore zone is being assessed along with broad zones of gold-rich quartz-hematite mineralisation in the same rock unit.

Significant results received during the quarter include:

**Prominent Hill Drilling Results**  
Table 13

Hole	From (m)	Interval (m)	Cu (%)	Au (g/t)
PH07D297	794	32	-	1.0
PH07D297	916	24	-	1.5
PH07D297	958	50	0.9	0.5
PH07D297	1018	86	1.7	0.4
including	1073	31	3.6	0.6
PH07D300	658	23	2.5	0.7
PH07D300	767	29	0.5	2.3
PH07D301	630	38.4	1.2	0.6
PH07D301	757	18	-	1.4
PH07D307	442	20	-	1.9
PH07D307	524	9	-	6.5
PH07D307	585	19	1.5	0.2
PH07D307	638	23	1.9	0.3
Including	641	10	3.6	0.4
PH07D309	749	60	0.9	0.4
PH07D309	892	47	-	3.2
PH07D308	905	24	-	3.1
PH07D308	1059	63	1.2	0.5
PH07D308	1173	19	1.5	0.4

\*True mineralised widths are approximately 0.6 times down hole interval. Sampling and assaying protocols for Prominent Hill are included in the Prominent Hill Resource Statement for 30 June 2006. Refer Oxiana website.

Studies into longer-term underground mining options have commenced.

Work on the highly prospective group of targets in the region has commenced.

### Martabe Gold Project

#### Feasibility Study

A technical review of the feasibility study work conducted to date was ongoing throughout the quarter.

The resource estimates were found to be robust. Further infill drilling will now take place to upgrade more material into the 'Measured' resource category.

Work on assessing gold processing studies was completed, with a conventional carbon-in-leach processing circuit selected as the preferred treatment option.

Engineering design and quantity estimates for concrete and structural steel work for the plant were well advanced with final reviews of each underway.

Completion of the Martabe feasibility study is anticipated later in the year.

## Regional Exploration

### Australia

#### Minotaur – Oxiana Generative Alliance

Field appraisal in the Mt Isa area identified a number of areas of interest, including high grade gold associated with outcropping ironstone and banded iron formation. A large, buried geophysical (EM) anomaly has also been outlined in an area where limited drilling returned broad intervals of anomalous copper. Data over these and other areas continues to be assessed.

#### Queensland

#### Woolgar (Strategic Minerals Corp JV - Oxiana earning up to 70%)

A program to test the depth potential of various veins comprising the Sandy Creek epithermal vein system with a series of diamond holes has commenced at Woolgar. Four holes have been completed. Zones of alteration with some quartz veining or fault zones were observed in most holes at anticipated depths. Drilling is continuing.

#### Warroo (Queensland Gold and Minerals JV - Oxiana earning up to 80%)

A five hole RC drilling program was completed at Warroo, with most holes intersecting alteration and minor quartz veining. Final assay results for the program are pending.

### Laos

Exploration under the AngloGold Ashanti JV focused on reconnaissance sampling and evaluation of priority areas in the Truongson and Luang Prabang Belts. Follow up of stream sediment anomalies identified occurrences of quartz veining and quartz-hematite stockwork developed within sediments and volcanoclastic sandstones.

Follow up work is in progress.

### Thailand

#### Thai Goldfields Joint Venture (Oxiana earning 75%)

Drilling programs continued testing epithermal vein systems in the Chatree district.

A number of intervals confirmed the presence of high grade shoots at LD prospect. A full geological review is planned following receipt of remaining results.

Drilling on three areas at Wang Yai prospect returned a number of outstanding results including 18m at 8.71 g/t Au, including 14m at 11g/t Au in a newly identified high grade zone. Results are awaited for drilling which tested for strike extensions. Results from scout drilling in two new areas include 3m at 6.51g/t Au, 84g/t Ag and 6m at 2.77g/t Au, highlighting the potential for further significant epithermal vein systems in the district.

Prospecting and surface geochemical sampling as a part of the Thai Goldfields JV generative program followed up a number of priority areas in northern Thailand, including areas of interest covering possible Volcanic Hosted Massive Sulphide base metal mineralisation. Exploration is ongoing.

### China

#### Rexing JV (Oxiana earning up to 80%)

Drilling for VHMS style base metal mineralisation continued at the Laoxuzhai project (Rexing JV) in Yunnan province. Several holes testing a combination of stratigraphic and geophysical targets intersected variably altered and weakly mineralised volcanics. Extensive fault and breccia zones are a common feature and explain some of the geophysical anomalies. Assay results are awaited. Drilling is continuing to test the remaining targets.

#### China Project Generation

Extensive project generation covering a variety of base and precious metals opportunities continued across selected parts of China.

Data is currently being assessed from a number of areas prospective for VHMS style base metals mineralisation in Sichuan and field and desktop studies under the recently signed MOU with Henghao Group identified a number of priority nickel projects to be advanced during the coming Quarter.

### Cambodia

#### Shin Ha JV (Oxiana 80%)

A structural study confirmed potential for strike extensions to previously identified high grade gold mineralisation in the Okvau area and drilling to determine potential for a significant gold deposit is planned in the fourth quarter.

Drilling commenced testing for depth extensions to high grade gold veins at Phnom Chi, 100km to the west of Okvau. Workings and veins have been located over 850m and drilling is planned to test continuity of these during the current program.

Field assessment of other areas and projects of interest is ongoing.

### Indonesia

#### Kalimantan Gold Agreement (Oxiana earning 66.67%)

Under the Kalimantan Gold agreement, drilling commenced testing a series of porphyry Cu-Au targets at Beruang prospect. All holes to date have intersected variably altered and mineralised volcanic units with results from the first hole reporting 44m at 0.6% Cu (from 16.6 metres) and 41.7m at 0.5% Cu (from 147 metres). Copper mineralisation is associated with stockwork quartz-chalcocopyrite-pyrite and massive chalcocopyrite veins.

Drilling utilising two rigs will continue testing a suite of high potential copper-gold targets over the remainder of the Kalimantan Gold Contract of Work area in 2007.

### New Project Generation

New project generation activities continued across the Asia-Pacific and Australian regions. Several project reviews and joint venture offers were assessed in both regions and some of these opportunities are being further progressed with detailed technical review and field evaluation.

## Corporate

### New Bank Facility

During the quarter Oxiana signed a US\$525 million syndicated bank facility designed to be available for Oxiana's development projects and general working capital and corporate purposes.

ANZ Investment Bank was the lead arranger for the facility, with other participating banks being BNP Paribas, BOS International (Australia) Ltd, China Construction Bank Corporation, Commonwealth Bank of Australia, HVB Australia Pty Ltd, National Australia Bank Limited and The Royal Bank of Scotland plc.

The syndication process was over-subscribed and strongly supported.

Oxiana has a strong cash position and balance sheet, and robust cash flows are expected over the remainder of this year, increasing in 2008 following the Prominent Hill copper-gold operation coming into production in the second half. The establishment of this facility, combined with Oxiana's strong cash position, ensures Oxiana's pipeline of growth projects is fully

financed and funds are available for additional corporate activity as required.

#### Acquisition of Agincourt Resources Limited and sale of Wiluna

The takeover-bid for Agincourt Resources Limited announced in January closed on 13 April and Oxiana moved to compulsory acquisition on 25 May 2007.

As announced on 20 June 2007 Oxiana sold the Wiluna asset to Apex Minerals NL following a strategic review of the operation.

Wiluna produced 25,670oz of gold in the second quarter.

Oxiana has retained all other assets acquired with Agincourt including a package of exploration tenements surrounding the Wiluna operation and will continue to explore these for gold, nickel, uranium and other metals.

#### Nova Energy Limited

Oxiana owns 57% of uranium exploration and development company Nova Energy Limited.

Nova owns the advanced Lake/Way Centipede uranium project in Western Australia. During the quarter Nova continued to advance pre-feasibility work including resource evaluation, bulk sampling and metallurgical testwork for the project.

Exploration at uranium projects in Western Australia and South Australia - including on the Coober Pedy project north-west of Prominent Hill - continued throughout the quarter. Anomalous uranium results were returned on the Coober Pedy project.

Work also continued on Nova's Gawib West project in Namibia, located close to Paladin Resources' Langer Heinrich deposit. Nova is also actively pursuing other greenfields uranium exploration projects in Africa.

#### American Depository Receipts (ADR's)

As announced to the ASX on 22 June 2007, Oxiana is now listed on the International OTCQX, the premium market tier operated by Pink Sheets LLC in the United States.

The new listing, effective 14 June 2007, will assist Oxiana's exposure to US investors and further grow the ADR program.

#### Annual General Meeting

The Company's Annual General Meeting was held on 2 May 2007 with all six resolutions passed by the requisite majorities.

#### Dividend

On 30 April 2007, the Company paid a dividend of 5 cents per share on its 2006 full year financial result.

Those shareholders participating in the Dividend Reinvestment Plan received shares at \$2.98 per share.

#### Half Year Financial Results

The Company's half year financial results for the six months ended 30 June 2007 will be released on 23 August 2007.

#### Performance Rights Plan

Oxiana has approved a grant of 213,015 Rights to employees under its Performance Rights Plan.

If all performance conditions are met, this will result in all Rights being allocated to employees in six months time.

#### Share Registry

Link Market Services  
Level 9, 333 Collins Street  
MELBOURNE VIC 3000

Telephone:  
Australia: 1300 55 44 74  
International: +61 2 8280 7111  
Facsimile: (02) 9287 0303  
Email: [registrars@linkmarketservices.com.au](mailto:registrars@linkmarketservices.com.au)

#### Corporate Information

##### Board Members

Barry Cusack	Chairman
Owen Hegarty	Managing Director and CEO
Ronald Beevor	Non Executive Director
Peter Cassidy	Non Executive Director
Michael Eager	Non Executive Director
Brian Jamieson	Non Executive Director

##### Senior Management

Owen Hegarty	Managing Director and CEO
Peter Albert	EGM Asia
David Forsyth	Company Secretary
Russell Griffin	GM Marketing
Peter Lester	EGM Corporate Development
Antony Manini	EGM Exploration & Resources
Stephen Mullen	GM Human Resources
John Nitschke	EGM Australia
Jeff Sells	Chief Financial Officer

#### Issued Share Capital

At July 17, 2007

Ordinary shares 1,538,219,360

Unlisted options 28,200,000

US\$105,000,000 of convertible bonds still outstanding, which represents 108,247,423 shares to be issued.

#### Share Price Activity for the June Quarter

High \$3.66  
Low \$2.82  
Last \$3.97 (17 July 2007)  
Average daily volume 17.386 million shares

#### Registered & Principal Office

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Investor enquires contact: Richard Hedstrom

Media enquiries contact: Natalie Worley

Within this statement references to Resources and exploration results have been approved for release by Mr A. Manini BSc(Hons), FAusIMM who is a Competent Person as defined by the JORC Code (2004). He has consented to the inclusion of the material in the form and context in which it appears.