



BURBANKS RECOMMENCES GOLD PRODUCTION

Mining operations have recommenced at the Burbanks gold mine in Western Australia following a new tribute mining arrangement put in place by Barra Resources Limited (ASX code: "BAR").

The Burbanks gold mine, eight kilometres southwest of Coolgardie, is wholly-owned by Barra. The Company suspended production in August 2007 to allow exhaustive drilling programs and independent engineering studies to be conducted on the current gold resources adjacent to existing mine infrastructure.

The new tribute mining and profit-share arrangements between Barra and Kalgoorlie-based Mulgabbie Mining Pty Ltd have the potential to generate Barra between A\$1.0 million and A\$2.5 million in revenue over the next 6-12 months.

Under the new tribute agreement, Mulgabbie will undertake development, stoping, transportation and milling of the ore at its own cost with profits shared 50/50 between Barra and Mulgabbie. During the initial stages of production, Mulgabbie will take an 80% share in profits for the first 1000 tonnes of ore mined and treated. This will reduce the initial economic risk to Mulgabbie whilst ensuring maximum on-going viability and long-term profitability for both Mulgabbie and Barra. Mr Goodwin said the arrangement is low risk and management free for Barra.

Mining will focus on the higher grade components of Burbanks' Tailor Shoot, Dahmu Reef, Eastern Reef and Jesson Reef, utilising hand held and smaller mechanised mining and stoping methods. These techniques limit dilution and maximise grade, significantly reducing mining costs.

Mulgabbie have estimated mining costs in the order of A\$600-\$700 per ounce, providing for a potential profit margin in the order of A\$500-\$600 per ounce based on current gold prices of around A\$1,200 per ounce.

Burbanks has a current JORC Inferred Resource of 141,000 tonnes at 2.92g/t gold for 13,240 ounces and a JORC Indicated Resource of 250,000 tonnes at 3.43g/t gold for 27,570 ounces at a 1.0g/t lower gold grade cut-off.

Mr Goodwin says Mulgabbie will be concentrating its initial mining efforts within the 3g/t cut-off resource which comprises 108,000t @ 5.23g/t in the Indicated category and 51,000t @ 4.34g/t in the Inferred category (See table 1). Mulgabbie is aiming to produce between 5,000 to 7,000 ounces in the next 6-12 months.

Table 1: Burbanks Gold Resource at various gold grade cut-offs

Gold Cut-Off	Indicated Resource Category		Inferred Resource Category		Total Resource		
	Tonnage	Avg/G	Tonnage	Avg/G	Tonnage	Avg/G	Ounces
1.0g/t	250,000	3.43	141,000	2.92	391,000	3.24	40,800
1.5g/t	224,000	3.68	126,000	3.12	349,000	3.48	39,100
2.0g/t	184,000	4.10	105,000	3.39	289,000	3.84	35,700
2.5g/t	143,000	4.63	77,000	3.81	219,000	4.34	30,600
3.0g/t	108,000	5.23	51,000	4.34	159,000	4.95	25,400
4.0g/t	66,000	6.38	22,000	5.53	88,000	6.17	17,500
5.0g/t	43,000	7.43	11,000	6.80	53,000	7.31	12,500

Note: Table above show rounded tonnages. This may cause some apparent computational discrepancies.

¹ The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves prepared by the Joint Ore Resources Committee, The Australian Institute of Mining and Metallurgy, Australian Institute of Geoscientists and Mineral Council of Australia as at 9 March 2005.



Dean Goodwin
Managing Director
Barra Resources Limited

The information in this report which relates to the Burbanks Mineral Resource is based on information compiled by Alan Miller, a full time employee of Golder Associates Pty Ltd and who is a member of the Australasian Institute of Mining and Metallurgy. Alan Miller 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 March 2005 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves prepared by the Joint Ore Resources Committee, the Australian Institute of Mining and Metallurgy, Australian Institute of Geoscientists and the Mineral Council of Australia." Alan Miller consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dean Goodwin who is a Member of the Australian Institute of Geoscientists. Dean Goodwin is a full-time employee of the Company. Dean Goodwin 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 2005 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Dean Goodwin consents to the inclusion in the report of the matters based on his information in the form and context in which it appear

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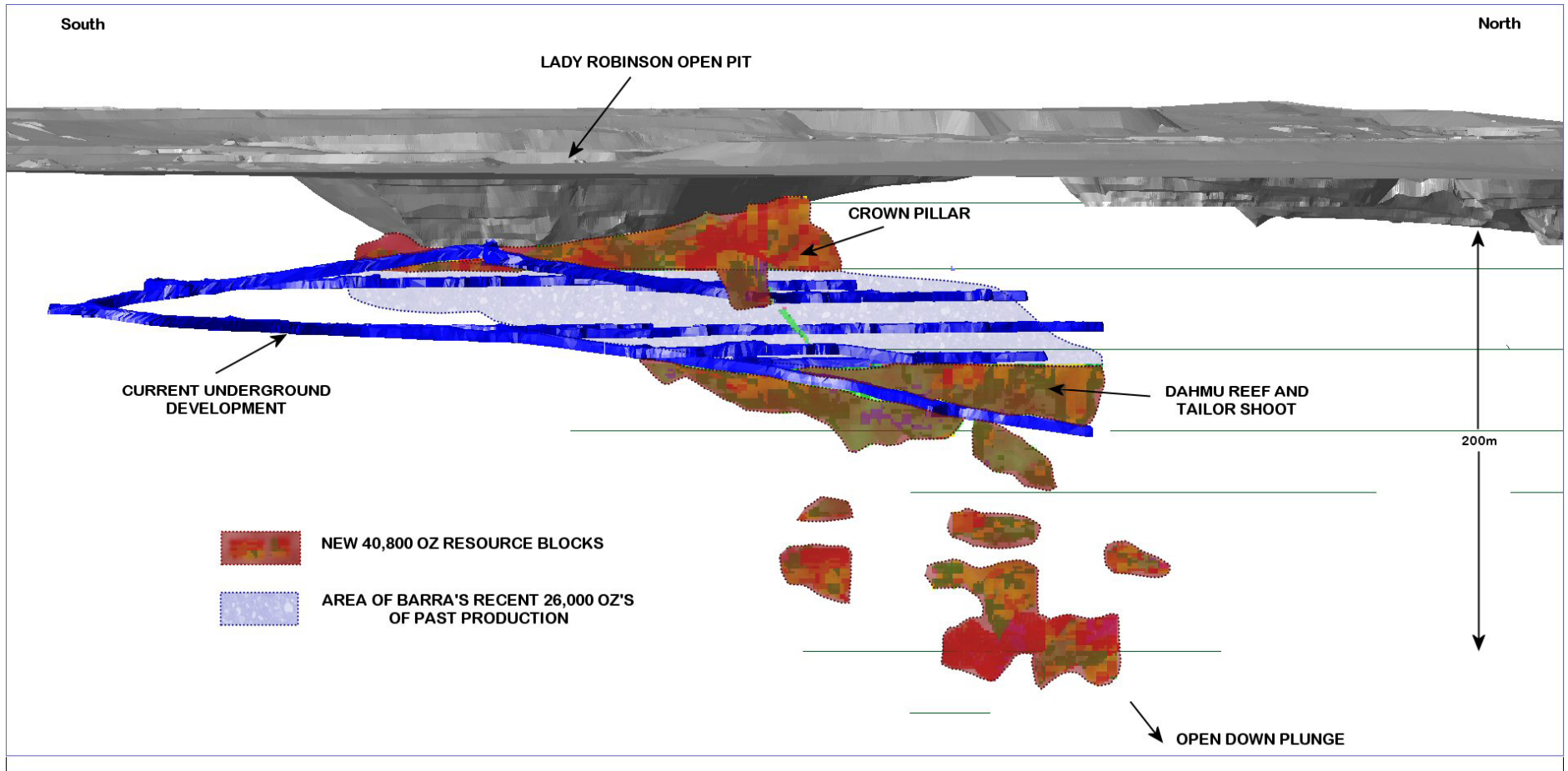


Figure 1: Burbanks Long Section Showing New Resource Location

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