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The Manager  
 Company Announcements Office  
 Australian Stock Exchange

*Via Online Electronic Lodgement*

### Kalman Drilling Update

The Directors are pleased to announce the complete results for drill holes K-107, K-108, K-109 and K-110 drilled within the Kalman deposit.

#### Highlights

<b>K-107</b>	<b>90m @ 0.34% Cu, 0.06g/t Au, 0.16% MoS<sub>2</sub>, 2.8g/t Re from 490m</b>
including	32m @ 0.64% Cu, 0.11g/t Au, 0.38% MoS <sub>2</sub> , 5.8g/t Re from 506m
including	8m @ 0.45% Cu, 0.07g/t Au, 0.26% MoS <sub>2</sub> , 7.7g/t Re from 552m
<b>K-109</b>	<b>54m @ 0.38% Cu, 0.22g/t Au, 0.03% MoS<sub>2</sub> from 309m</b>
including	3m @ 0.39% MoS <sub>2</sub> , 3.8g/t Re from 360m
<b>K-110</b>	<b>89m @ 0.22% Cu, 0.05g/t Au from 303m</b>
including	3m @ 0.28% MoS <sub>2</sub> , 3.4g/t Re from 305m
including	11m @ 1.28% Cu, 0.36g/t Au from 381m

#### Kalman – EPM 14232 (Kings 100% owned)

Drill hole K-107 was collared to test 150m below drill hole K-54. This hole has confirmed the easterly dip of the copper and molybdenum mineralization in this area thereby making the depth extent of the northern portion of the Kalman structure more prospective.

Drill hole K-108 was collared to test 100m below K-17 at the northern end of the deposit. It intersected the western copper zone but drilled under the molybdenum zone which is now understood to dip steeply east.

The location of the drill holes are presented in Table 1 and shown in Figure 1.

#### Kalman South – EPM 13870 (Kings 51% and Earning 70% from Syndicated Metals – SMD)

Drill hole K-109 was drilled to infill the drill pattern between K-71 and K-75. The hole intersected the broad copper zone where expected but only made a narrow molybdenum intersection coming in above the main molybdenum zone.

Similarly K-110 was drilled to infill the pattern between K-30 and K-51. Although it extended the high grade copper zone intersected in K-30 it was drilled too high in the system to make a significant molybdenum

intersection  
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**Table 1: Collar Information**

Name	Tenement	Method	East (m)	North (m)	Elevation (m)	Azi (°)	Dip (°)	Depth (m)
K-107	EPM 14232	DDH	392,897	7,672,170	393	280	85	697.4
K-108	EPM 14232	DDH	392,570	7,672,432	414	100	60	456.8
K-109	EPM 13870	DDH	392,346	7,671,726	400	100	54	510.5
K-110	EPM 13870	DDH	392,374	7,671,836	397	100	48	450.9

**Table 2: Kalman Deposit  
Summary of Significant Intersections**

Name	From	To	Length (m)	Cu (%)	Au (ppm)	MoS <sub>2</sub> (%)	Re (ppm)
<b>K-107</b>	<b>490</b>	<b>580</b>	<b>90</b>	<b>0.34</b>	<b>0.06</b>	<b>0.16</b>	<b>2.8</b>
including	506	538	32	0.64	0.11	0.38	5.8
and	552	560	8	0.45	0.07	0.26	7.7
<b>K-108</b>	<b>232</b>	<b>291</b>	<b>59</b>	<b>0.14</b>	<b>0.06</b>		
<b>K-109</b>	<b>309</b>	<b>363</b>	<b>54</b>	<b>0.38</b>	<b>0.22</b>	<b>0.03</b>	<b>0.2</b>
including	360	363	3	0.13	0.01	0.39	3.8
<b>K-110</b>	<b>303</b>	<b>392</b>	<b>89</b>	<b>0.22</b>	<b>0.05</b>		
including	303	318	15	0.23	0.03	0.06	0.7
and	305	308	3	0.31	0.10	0.28	3.4
including	381	392	11	1.28	0.36		

These results continue to confirm the potential of the Kalman Cu-Mo-Re-Au deposit and will allow the Company to enhance the already significant mineral resource.

Yours sincerely,  
**KINGS MINERALS NL**



Dudley R Leitch  
Managing Director

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The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Trevor Leahey who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Leahey is a consultant to Kings Minerals NL and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are 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 Leahey consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

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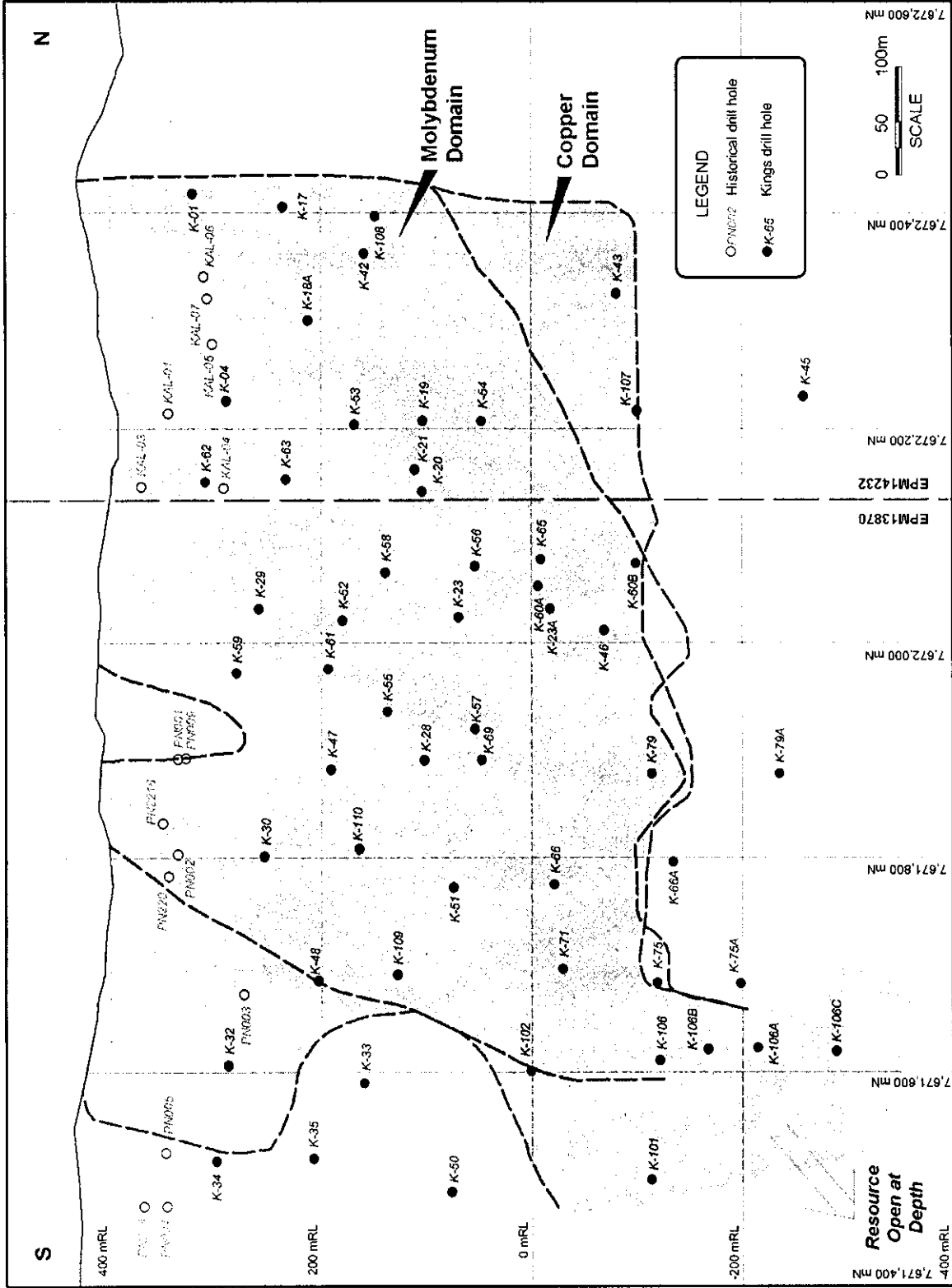


Figure 2: Kalman Deposit Longsection – Mineral Resource Outline as at September 2008