



ASX Release

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Issued Capital:
74 million shares

ASX Symbol: OVR

SEPTEMBER 2008 QUARTERLY ACTIVITIES REPORT

HIGHLIGHTS

YUKON BASE METAL PROJECT

- **Second phase diamond drilling programme successfully completed**
- **134 holes drilled this season for 23,425m**
- **Assay results pending for 42 drill holes**
- **Recalculation of the resource base and review of mining techniques commenced**

ANDREW ZINC DEPOSIT

- **Exceptionally thick high grade mineralisation intersected within and beyond the proposed start up open pit including:**
 - 12.2m at 21.5% zinc
 - 12.6m at 7.6% zinc and 8.0% lead
 - 17.1m at 2.8% zinc and 11.6% lead
 - 10.9m at 9.1% zinc and 2.2% lead
 - 10.1m at 2.9% zinc and 10.6% lead
 - 45.0m at 8.7% zinc
 - 55.3m at 6.6% zinc
 - 38.3m at 4.5% zinc and 6.1% lead

DARCY ZONE AND PROXIMAL REGIONAL TARGETS

- **New discovery of exceptional high grade mineralisation at the Darcy Zone, 600m from the Andrew Zinc Deposit**
- **Results include:**
 - 43.9m at 11.9% zinc
 - 28.3m at 13.6% zinc
- **Potential for the Darcy Zone to provide satellite feed for the planned mining operation at the Andrew Zinc Deposit**

CORPORATE

- **Board strengthened by the appointment of a Non Executive Director to support the continued growth of the Company**

Yukon Base Metal Project

The Company completed its second phase diamond drilling programme at the Yukon Base Metal Project during the September quarter. A total of 134 holes were drilled for 23,425m. Results have been reported for 92 holes and analytical results are pending for a further 42 drill holes.

Overland Resources is extremely pleased with the results from the Yukon Base Metal Project this quarter. The second phase diamond drilling programme has confirmed the quality of the Project. The Company has significantly increased its understanding of, and confidence in, the Andrew Zinc Deposit and discovered new high grade mineralisation at the Darcy Zone.

Overland has received strong Government and community support for the Project. The Company is well positioned to advance the Yukon Base Metal Project through feasibility and mine permitting.

An independent consultant has commenced work to recalculate the resource base at the project together with generating a revised mining plan based on the upgraded resource estimate.

Second phase drilling programme

During the September quarter Overland Resources Limited reported analytical results for thirty four (34) diamond drill holes completed as part of the second phase drilling programme. This brings the total number of holes for which analytical results have been reported to ninety two (92).

The second phase diamond drilling programme was designed to test the continuity of mineralisation within the proposed start up open pit as well as to evaluate the potential for expansion beyond the proposed start up open pit. Results to date have demonstrated this programme to have been an overwhelming success.

Exceptional thicknesses of high grade mineralisation were consistently returned from drilling, both within the proposed start-up open pit and beyond the boundaries of this proposed pit (Figure 1.). Results reported during the September quarter provide the Company with considerable confidence that an economically viable mining operation, considerably larger than the initially proposed operation, can be developed at the Yukon Base Metal Project once metals prices recover.

Mineralisation within the proposed start up open pit

Results reported from drill holes within the proposed start up open pit during the September quarter confirm the continuity of thick high grade mineralisation. Exceptional intersections of mineralisation were returned including:

- **12.6m at 7.6% zinc and 8.0% lead**
- **17.1m at 2.8% zinc and 11.6% lead**
- **8.9m at 10.3% zinc**
- **7.4m at 7.8% zinc and 9.6% lead**
- **12.2m at 21.5% zinc**
- **8.2m at 1.5% zinc and 9.5% lead**
- **10.9m at 9.1% zinc and 2.2% lead**
- **10.1m at 2.9% zinc and 10.6% lead**

These results provide considerable confidence in the robust nature of the mineralisation within the proposed start up open pit at the Andrew Zinc Deposit.

Mineralisation beyond the bounds of the proposed start up open pit

Analytical results reported during the September quarter from drilling conducted beyond the bounds of the proposed start up open pit indicated the continued presence of considerable thick, high grade mineralisation. Analytical results include:

- **45.0m at 8.7% zinc**
- **24.6m at 5.1% zinc and 1.9% lead**
- **38.3m at 4.5% zinc and 6.1% lead**
- **55.3m at 6.6% zinc**

Drilling has confirmed the continuation of exceptionally thick high grade base metal mineralisation more than 200 metres beneath the base of the proposed start-up pit, which itself only included mineralisation to a maximum depth of 160 metres from surface.

These results highlight the considerable potential to extend the life of the proposed mining operation at the Andrew Zinc Deposit through open pit expansion and/or underground development.

Darcy Zone and proximal regional targets

In October 2008, the Company reported spectacular analytical results from drilling conducted within a 2,500 metre long zinc in soil geochemistry anomaly that extends to the south east of the Andrew Zinc Deposit (Figure 2).

The results from the initial six diamond drill holes drilled at the Darcy Zone, 600 metres southeast of the Andrew Zinc Deposit highlighted the continuation of high grade mineralisation with the soil anomaly. Analytical results include:

- **43.9m at 11.9% zinc**
- **28.3m at 13.6% zinc**
- **14.6m at 2.8% zinc**
- **6.0m at 6.3% zinc**

The high grade, thick and shallow nature of the mineralisation at the Darcy Zone provides the Company considerable confidence that potential exists to establish a satellite mine to provide additional feed to any processing facilities to be developed at the Andrew Zinc Deposit.



Massive, coarse grained zinc mineralisation intersected in DY-002, at the Darcy Zone, Yukon Base Metal Project.

Mineralisation at the Darcy Zone remains open along strike in both directions. Results are pending for a further 10 diamond core holes completed at the Darcy Zone. Visual examination indicates considerable mineralisation has been intersected in several of these holes. Significant mineralisation was also intersected at the Adrian and Darin prospects, both of which are located within the same 2,500 metre long zinc in soil geochemistry anomaly that hosts the Darcy Zone.

Community

During September 2008 the Company coordinated a successful First Nations Elders tour of the Yukon Base Metal Project. The purpose of this tour was to continue to build upon the existing relationship between the Company and First Nations. The tour involved Elders from three separate First Nations. This provided the Elders with the opportunity to see the project first hand and understand the benefits a future mine development would have to their people.



First Nations Elders Tour, Yukon Base Metal Project

Mining Study

Following the success of the second phase diamond drilling programme and the new discovery at the Darcy Zone the Company commissioned a new resource estimate and mining study in September 2008. This study is being conducted by independent engineering consultants with expertise in northern Canada.

The study will examine the potential for an expanded open pit mining operation supported by underground and satellite operations. Results from the study are anticipated during the March quarter 2009.

Corporate

In October 2008 Mr. Gibson Pierce was appointed to the Board of Overland Resources Limited. Mr. Pierce has more than 35 years experience in the resource industry globally. He has in depth knowledge of mine development, commissioning and operation.

Mr. Pierce recently concluded a successful career with BHP Billiton during which he held senior operational management positions at the Ok Tedi Mine in Papua New Guinea, BHP Coal Mines in Indonesia and the Island Copper Mine in Canada. Mr. Pierce spent the last 10 years in the role of Business Development Manager, directing project evaluation, construction, and mine closure in Australia, Asia, Africa, and North and South America.

Mr. Pierce is a Canadian citizen and resident. He holds a BSc in Geology from the University of Alberta, Canada and runs his own successful mining consultancy business focused on project evaluation.

Mr. Pierce brings additional strength, experience and local knowledge to the Board as the Company advances the Andrew Zinc Deposit in Canada towards production.

Hugh A Bresser Managing Director

Overland Resources Limited has not yet reported any ore reserves from the Andrew Zinc Deposit. While the Company remains optimistic it will report reserves in the future, any discussion in relation to production targets is only conceptual in nature and there has been insufficient work to define a Mineral Reserve and it is uncertain if further work will result in the determination of a Mineral Reserve.

The information in this report that relates to Exploration Result is based on information compiled by Mr Hugh Alan Bresser who is a Member of the Australian Institute of Mining and Metallurgy. Mr Hugh Alan Bresser is a Director of Overland Resources Limited, he 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 2004 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Hugh Alan Bresser consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

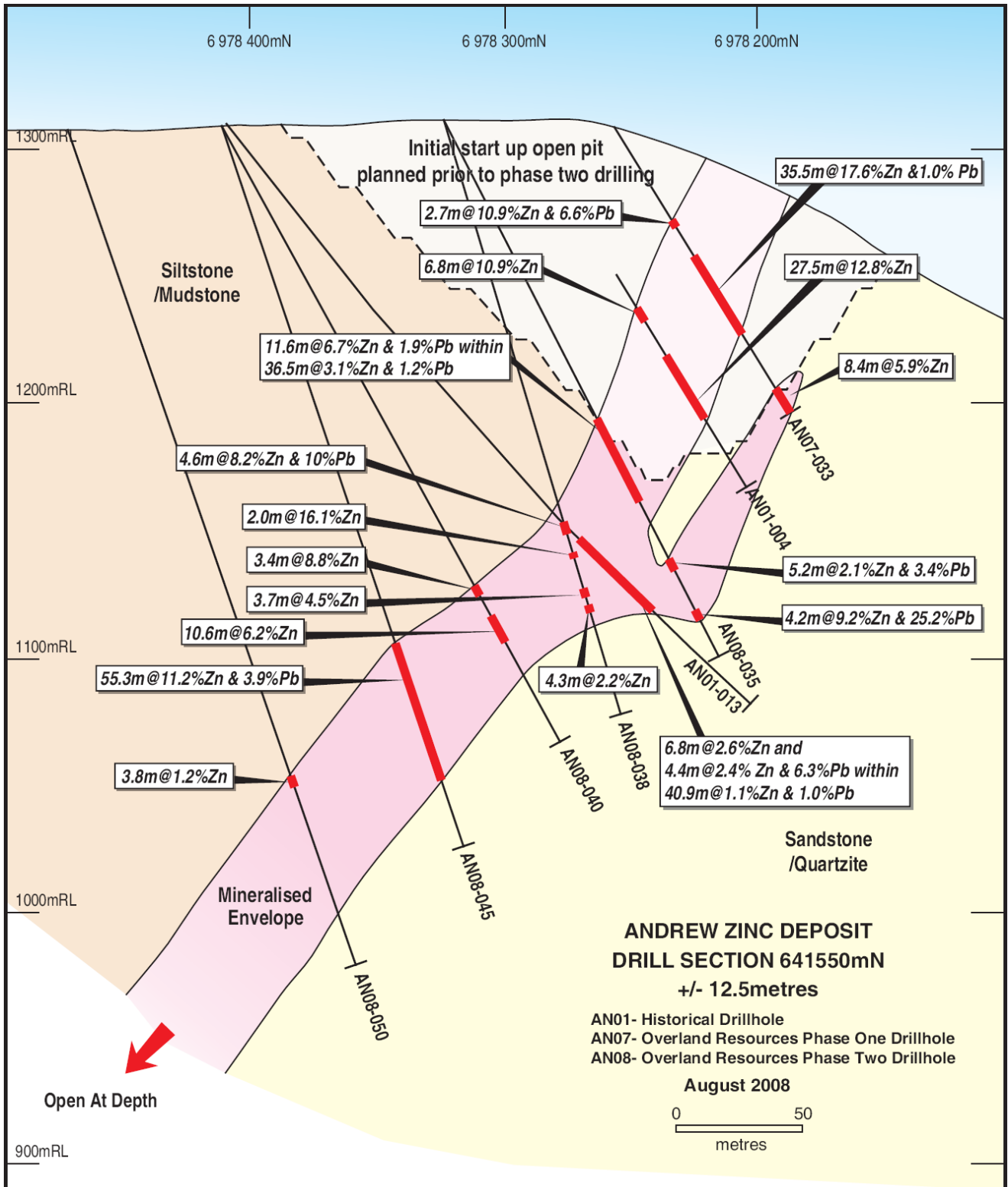


Figure 1. Cross section of the Andrew Zinc Deposit looking east at 641550mN.

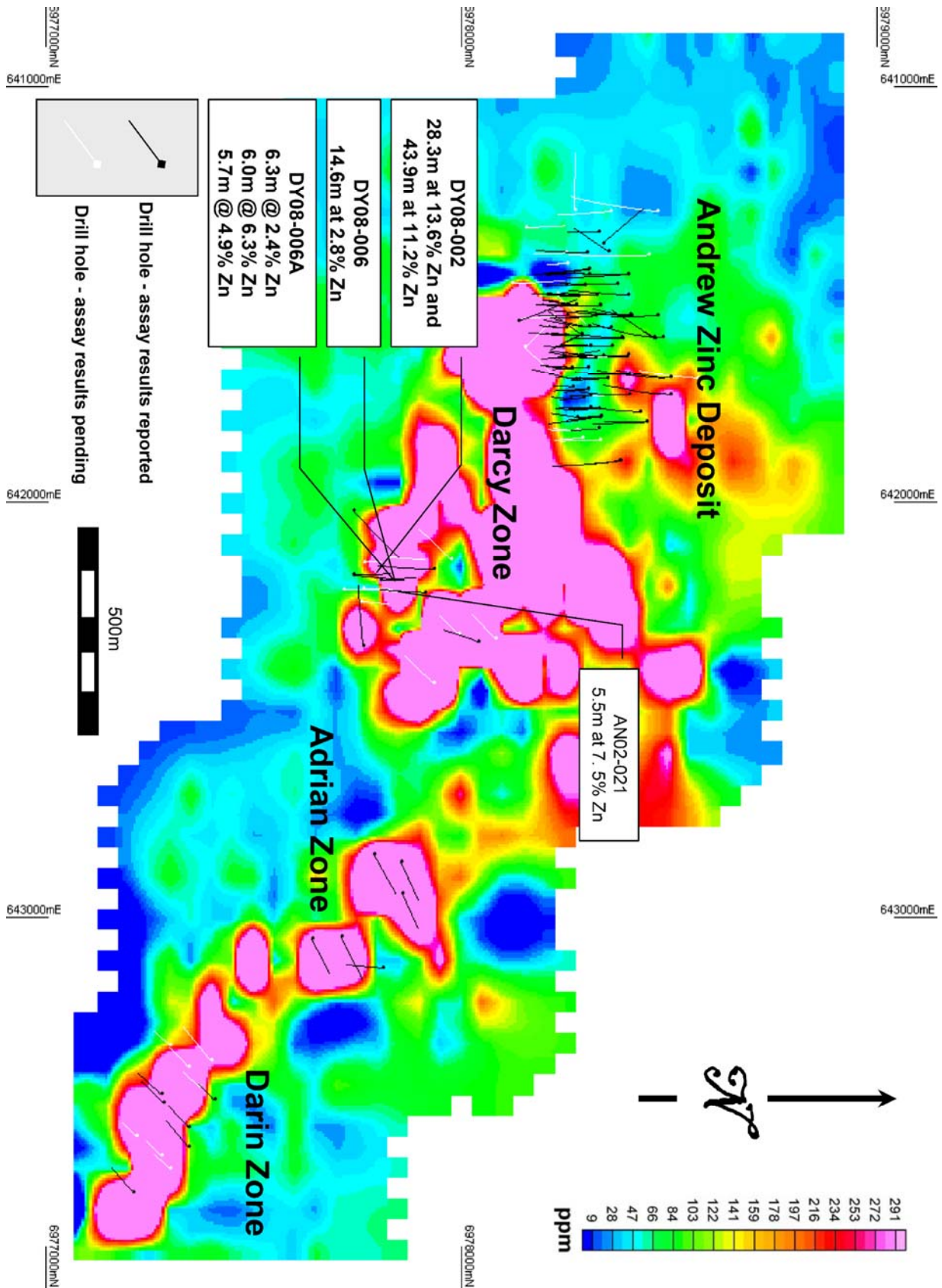


Figure 2. Zinc in soil geochemistry extending 2,500m south east from the Andrew Zinc Deposit.