



Mineral Resources Limited

An integrated supplier of goods and services to the Resources Sector

FULL YEAR 2008 RESULTS



“ON TARGET FOR
FUTURE GROWTH”

Peter Wade, Managing Director
Bruce Goulds, Chief Financial Officer

ABOUT MINERAL RESOURCES



PIHA

- Pipeline & site infrastructure specialist



Crushing Services International

- Australia's largest specialist crushing contractor



Process Mineral International

- Minerals processing & marketing

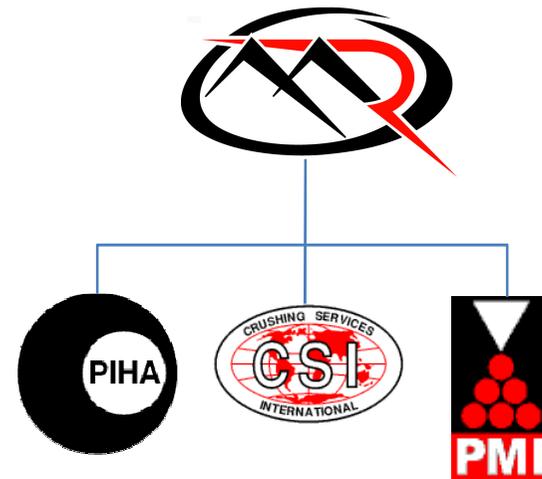
GROUP STRUCTURE

Board of Directors

- Peter Wade (Executive Chairman & Managing Director)
- Chris Ellison (Executive Director)
- Joe Ricciardo (Non-Executive Director)
- Mark Dutton (Non-Executive Director)

Senior Management

- Bob Gavranich (General Manager PIHA)
- Steve Wyatt (General Manager CSI)
- David Geraghty (Technical Director PMI)
- Bruce Goulds (CFO)



OPERATIONAL HIGHLIGHTS

- Strong organic growth across all business sectors
- Safety and performance record maintained
- Staff turnover managed
- Operating cost growth under control

- Mineral processing & crushing contracts exceed production targets
- Contract extensions on two crushing contracts
- 10 year BOO vanadium plant development on time on budget

- Significant pipelining contracts awarded

- Strong manganese and iron ore prices
- 300,000+ tonnes of manganese shipped
- 220,000+ tonnes of iron ore shipped



COLLABORATIVE AGREEMENT BALFOUR DOWNS MANGANESE

- Collaborative Agreement between Hancock Prospecting (HPPL) and PMI for a 7 year contract plus options to mine, process, transport and ship manganese ore from Balfour Downs formally signed on 14 August, 2008
- Balfour Downs is located in NW Western Australia adjacent to the Roy Hill iron ore tenement
- Initial projected annual production and sale 350,000 tpa with expansion consistent with shipping capacity at Port Hedland
- PMI and HPPL pursuing formal statutory approvals to initiate short term operational commencement – target initial shipment early 2009
- PMI earnings based upon an agreed percentage share of nett profit from product sales
- Non JORC reserve 15 million tonnes of medium grade ferruginous manganese



FINANCIAL HIGHLIGHTS

- NPAT of \$47.1 million –an increase of 134% over FY2007
- Windimurra capital expenditure covered from internal cash flow
- 50% dividend payout policy confirmed
- Net cash positive position provided by strong cash generation
- Strong growth in manganese prices
- Interest cover 31 times
- Line of credit available for future anticipated capital requirements
- Balance sheet strength complements continued strong earnings growth



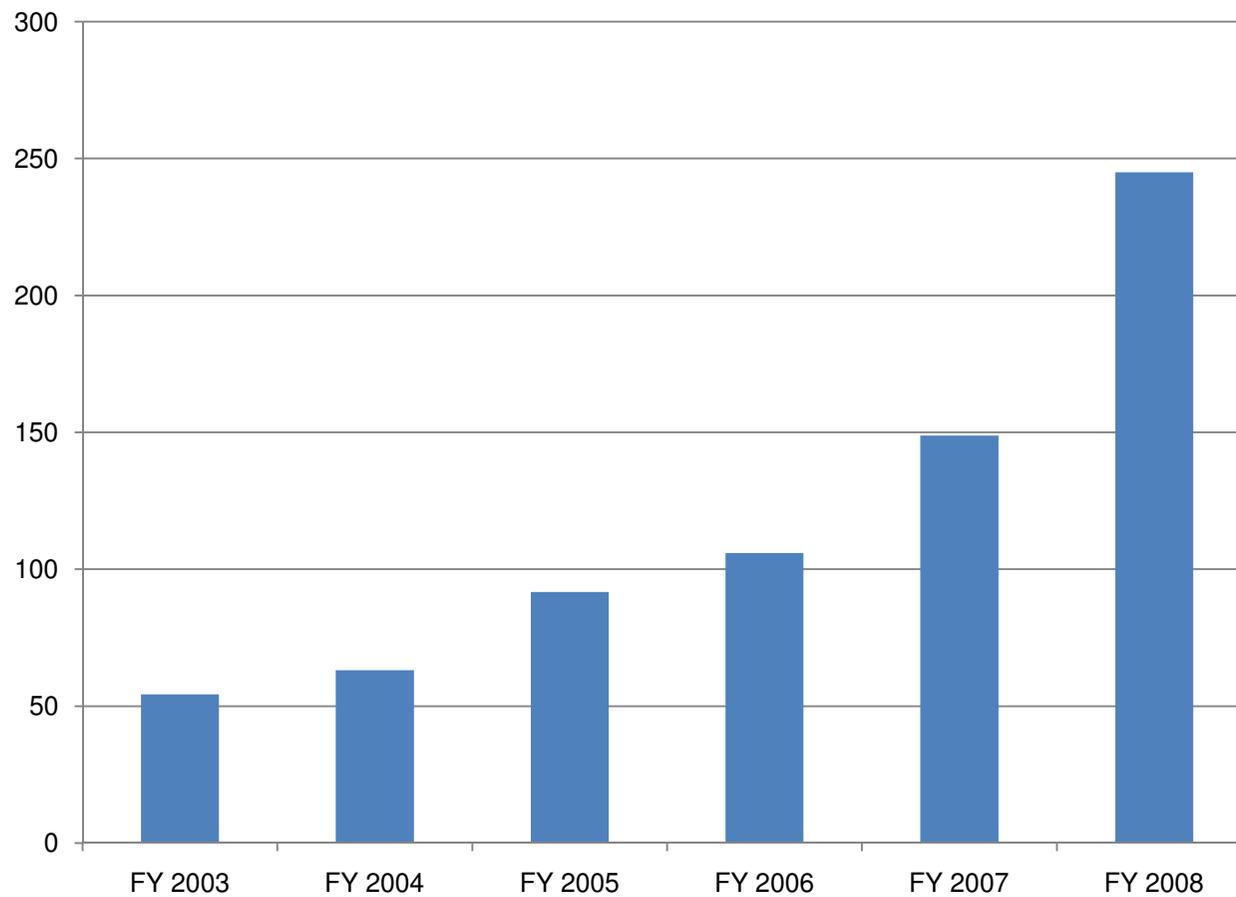
FINANCIAL COMPARISON YEAR ON YEAR PERFORMANCE

	FY 2008 Actual	FY 2007 Actual	Variance %
Revenue	245.0	148.8	65%
EBITDA	88.8	37.8	135%
NPAT	47.1	20.2	134%



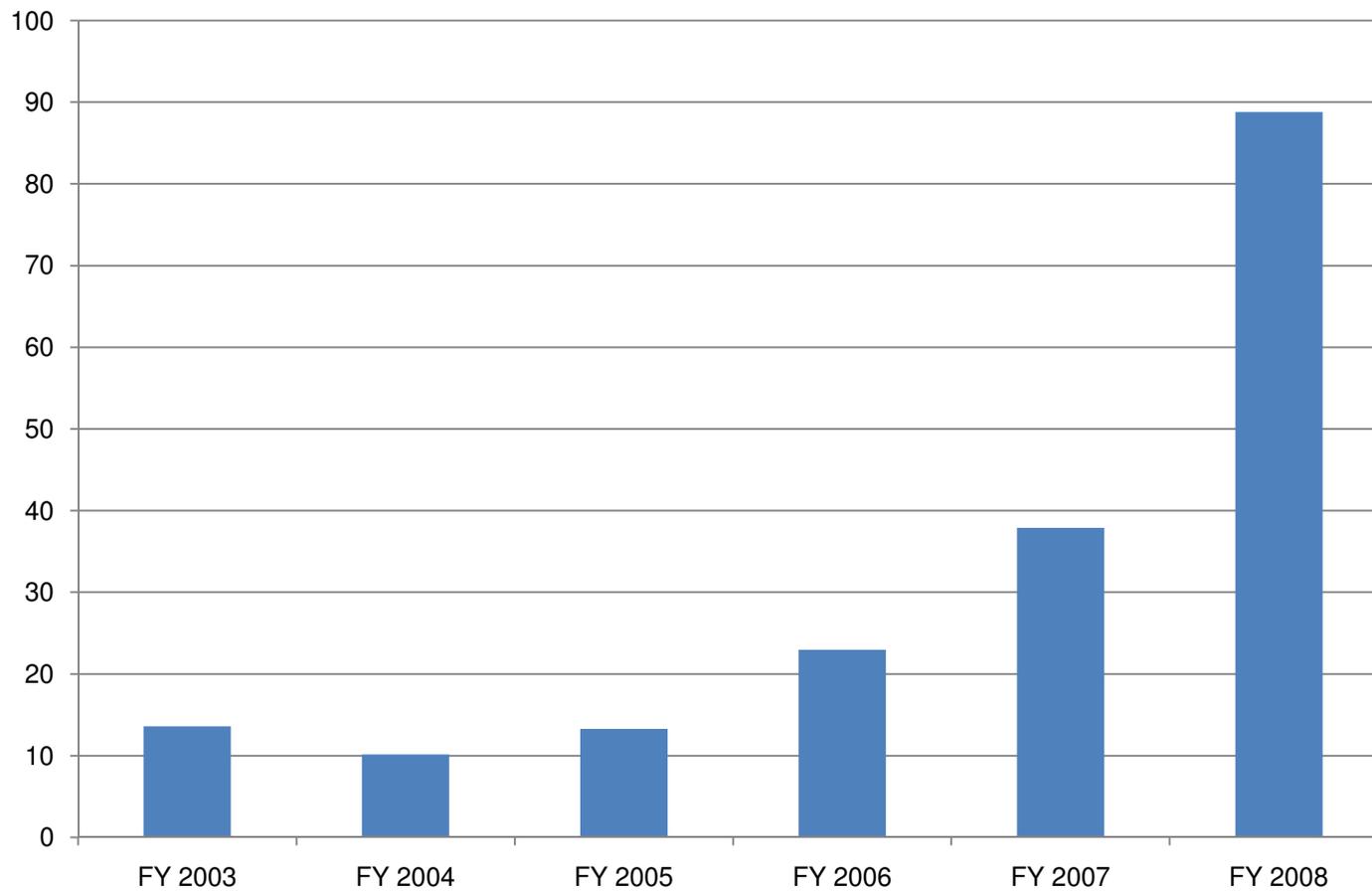
REVENUE PERFORMANCE

(in \$ millions)



EBITDA PERFORMANCE

(in \$ millions)



FINANCIAL PERFORMANCE

\$AUD millions	FY 2007	FY 2008
Revenue	148.8	245.0
EBITDA	37.8	88.8
Depreciation	10.7	19.6
EBIT	27.1	69.2
Interest	1.5	2.2
PBT	25.6	67.0
Tax Expense	5.4	19.9
NPAT	20.2	47.1
EBITDA / Revenue	25.4%	36.2%
EPS (cents)	16.9	38.7



BALANCE SHEET STRENGTH TO FACILITATE GROWTH

\$AUD millions	June 2007	June 2008	\$ Change	% Change
Total Assets	157.7	223.6	65.9	+42%
Total Liabilities	(82.0)	(107.6)	(25.6)	-31%
Net Assets	75.7	116.0	40.3	+53%
Net Cash Position	(8.8)	21.5	30.3	
Funds Employed	84.5	94.5	10.0	+12%

	June 2008
ROFE % [EBIT / Funds Employed]	73%
ROE % [NPAT / Total Equity]	41%

Recommended fully franked dividend of 13.35 cents for record on 21 September'08 and payable on 18 November '08

Debt : Equity	n/a
Interest Cover (times) [EBIT / Interest]	31 times

STRONG OPERATIONAL CASH FLOWS

\$AUD millions	12 months to June 2008
EBITDA	88.8
CAPEX (including funded items)	(50.6)
Net Interest Payments	(0.4)
Working Capital and Other	5.8
Net Operating and Investing Cashflow	43.6
Financing Cashflow	(13.5)
Total Increase in Cash	30.1



OPERATIONAL REVIEW OF FY2008 PERFORMANCE

- Successful integration of operating units into consolidated company
- Contracting and crushing operations growing solidly by managing skills shortages and cost increases
- Resources and mineral processing sectors continue strong demand
- Expanded manganese processing operation to match increased demand and sales prices
- Strong project pipeline opportunities
- Labour, consumables, shipping and forex cost increases over the year
- Strengthened balance sheet to support project opportunities



STRATEGIC FOCUS

- Investment in strong management and operating team and structured succession plan
- Core business focused
- Forging enduring partnership links with major mining houses
- Expand long term BOO contract base
- Grow corporate brand value
- Geographic and commodity diversification
- Development of processing technology to expand core business
- Partnering with clients to add value for all stakeholders



OPERATIONAL OUTLOOK

- Maintenance of world class safety performance
- Increased pipeline of project opportunities
- Expansion of manganese recovery operations
- Expansion of pipelining and HDPE contracts
- Progression of project definition for Philippine iron sands project

- Production of manganese and iron ore to meet annual tonnage forecasts
- Secure access to additional resources within Australia
- Access to export wharf developments at Port Hedland to facilitate export expansion

- Management of critical labour shortages to maintain market performance
- Shipping and forex cost implications to be managed



MARKET OUTLOOK

- ‘China story’ to remain expansive in the long term with strong global demand for steel making commodities
- Port and transport capacity to control supply growth
- AUD has peaked against USD
- Windimurra BOO plant on target for start up in October 2008
- Balfour Downs project production in early 2009
- Mn and Fe prices to remain strong into 2009
- Credit tightening limits Mid Tier and Junior miner moves to production

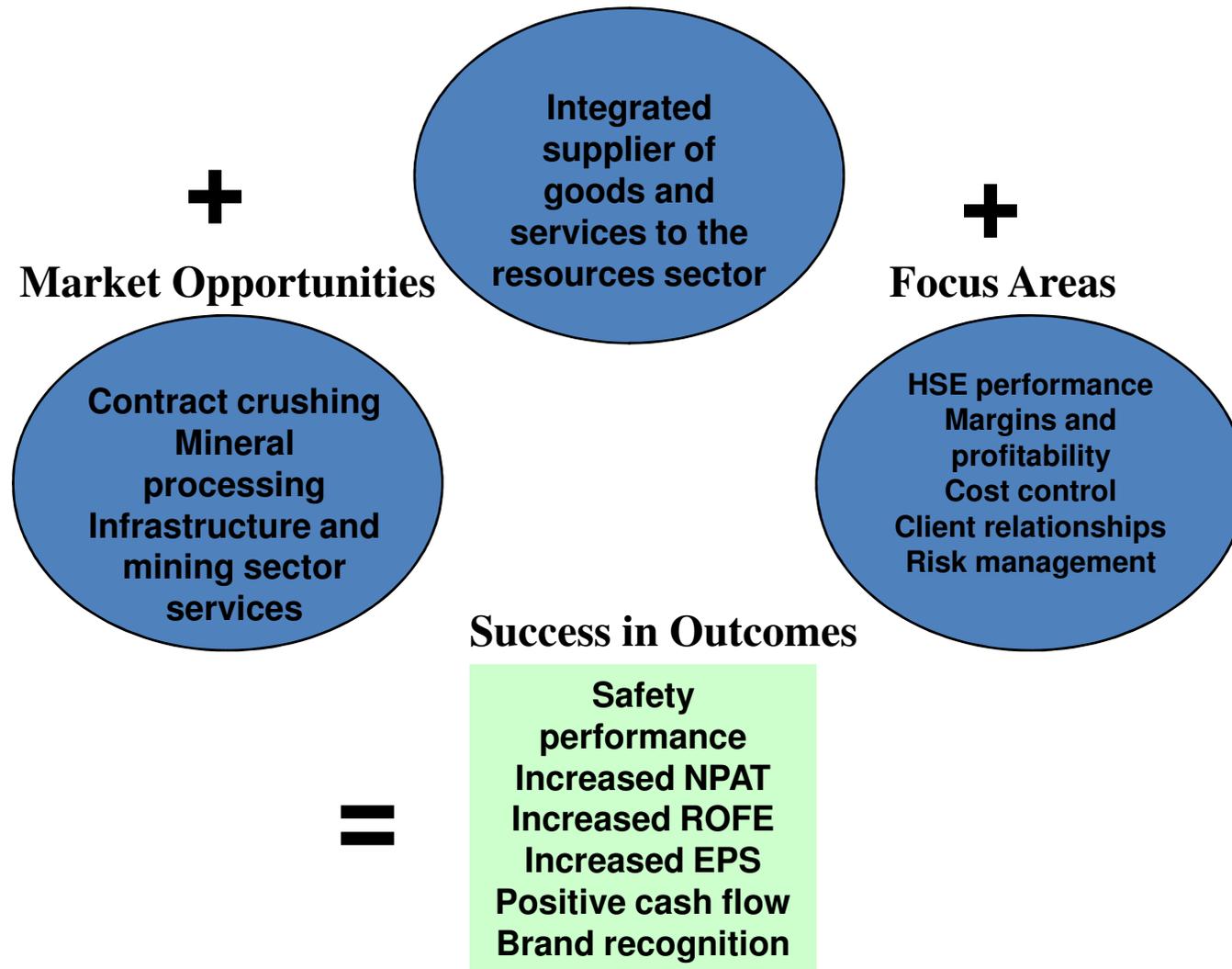


FUTURE TRENDS & OPPORTUNITIES

- The China story continues
- Cash is like oxygen
- Supply < Demand in steel making minerals
- Client/contractor partnerships requires adding value for both parties
- Port, transport and shipping availability to control export growth opportunities
- Outsourcing operations optimise use of scarce labour, plant and equipment resources
- Recovery and processing low grade ores provides reduced carbon impact



BUSINESS MODEL





Brunei Lined Water
injection Pipeline



Peak Hill Manganese



Windimurra Stacker