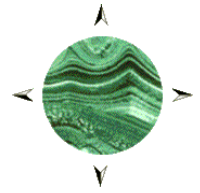


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ASX Announcement

Code: MAR

18 November 2008

CONRAD SILVER PROJECT: FINAL RESULTS FOR 2008 RESOURCE DRILLING

Malachite Resources NL (ASX: MAR) advises that the last of the outstanding assay results for the 2008 resource drilling program at the Conrad Silver Project have now been received. The last resource hole drilled at Conrad this year was CMDD107, which brought the total of all drilling at the project in 2008 to just over 14,000m. Assay results for drill holes CMDD98 and CMDD102-CMDD107 are tabulated in the Appendix. The only assay results now outstanding are for two reconnaissance exploration holes drilled at Rose's Prospect, located about 3km south of the Conrad mine.



The assays set out in the Appendix represent infill or close-off holes and the results generally fall within expectations, based on experience to date at Conrad. The main thing to note is the intersection of a significant well mineralised zone from 23.95m to 27.70m (2.7m true width) in the upper part of CMDD102. This intersection lies within the Greisen Zone and it seems to be rich greisen style mineralisation, rather than a correlative of either the Conrad or King Conrad Lodes. This unexpected result reinforces the likely importance of the Greisen Zone, which averages 30m wide, in any future mine development, especially if it can be developed by open pit mining.

The Company's mineral resource consultants are now working on a new and upgraded resource estimate for Conrad, which should be completed within the next few weeks.

For further information please visit the Company's website: www.malachite.com.au
or contact: **Garry Lowder, Managing Director** at (02) 9411 6033
or by email at: glowder@malachite.com.au

G. G. LOWDER
Managing Director
18 November 2008

COMPETENT PERSON STATEMENT

The information in this report that relates to Exploration Results is based on information compiled by Dr Garry Lowder, who is a Fellow of the Australasian Institute of Mining and Metallurgy. Dr Lowder is a full time employee of Malachite Resources and 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Dr Lowder consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

ABOUT MALACHITE – Malachite Resources is a Sydney-based resources company that listed on the ASX in November 2002 and is an active explorer for silver, tin, gold, copper and associated base metals in eastern Australia. At the beginning of October, 2008 the Company had approximately \$2.5 million in cash and no debt. The Company's key assets are:

The **CONRAD SILVER PROJECT**, which is located 25km south of Inverell, in northern NSW, where the Company is evaluating the scope to reopen the old **Conrad Silver Mine** near Inverell. Conrad has had two previous periods of production but has not operated for over 50 years. Drilling at Conrad by Malachite has intersected narrow high grade, massive sulphide, silver-rich base metal veins, like those mined in the past, and wide zones of lower grade, disseminated and stockwork veined, polymetallic mineralisation. At current prices, silver represents 40-50% of total recoverable metal value in the Conrad ore and tin accounts for about 25% of the value. An interim mineral resource containing 8.8Moz of silver, or 17.7Moz of silver equivalent, has been delineated at Conrad and drilling to add to and upgrade that resource was completed at the end of September, 2008. A new resource estimate will be produced by the end of the December Quarter, 2008.

Malachite also has excellent exposure to tin, through its **ELSMORE** Project, located 20km east of Inverell, where the Company is considering the possible development of a palaeo-alluvial tin deposit, known as the **Karaula Lead**, at the Newstead Prospect. The Karaula Lead appears to have the potential to support a small surface mining operation, which could be developed with low capital and operating costs and generate useful cash flow for the Company. Work is now underway to better quantify the Karaula Lead deposit and assess its economics.

The **VOLGA COPPER PROJECT**, located in northwest Queensland, east and northeast of Mt Isa, where the Company is exploring for copper-gold at the **Mt Lidster** and **Volga Elderberry** properties. Previous drilling at Mt Lidster and Volga has produced some encouraging high grade copper intersections.

The **TOOLOOM GOLD PROJECT** also in northeast NSW. Tooloom is a forgotten goldfield rediscovered by Malachite where numerous prospects have been identified, including a significant greenfields discovery called **Phoenix**. The company is systematically exploring Phoenix and the other prospects at Tooloom, which are intrusion-related and have major ore potential.

APPENDIX

Table 1: Drill Location Hole Details

Hole No.	Collar Details				Objectives	Final Hole Depth (m)
	Northing (m) GDA94	Easting (m) GDA94	Magnetic Azimuth (Degrees)	Inclination (Degrees)		
CMDD98	6685183	309028	218	-69	Test Conrad Lode 100m NW of CMDD94 and 100m deeper and ~30m NW of CMRD16 intersection	430.2
CMDD102	6685117	308880	208	-55	Shallow infill drilling of greisen zone and King Conrad Lode	131.6
CMDD103	6685103	308844	188.5	-50	Shallow infill drilling of greisen zone and King Conrad Lode	86.7
CMDD104	6683879	310301	208.5	-54	Test Conrad lode 30m below surface and 30m above CMRD90 intersection	59.6
CMDD105	6683834	310384	208.5	-51	Test Conrad lode 50m below surface and above CMRD92 & CMRD93 intersections	92.9
CMDD106	6683793	310493	208.5	-50	Test Conrad Lode 95m below surface and 110m SE of CMDD105	158.4
CMDD107	6683909	310390	207	-58	Test for SE-plunging shoot in Conrad Lode between CMRD90 and CMRD93 intersections at 140m below surface	191.3

Table 2: Assay Results for CMDD98 and CMDD102 to CMDD107

HOLE NO.	FROM (m)	TO (m)	DOWN-HOLE LENGTH [& EST. TRUE WIDTH] (m)	SILVER g/t Ag	COPPER % Cu	LEAD % Pb	ZINC % Zn	TIN % Sn	INDIUM g/t In	MINERALISATION ENCOUNTERED
CMDD98	400.0	404.7	4.7 [1.9]	16	0.03	0.48	0.42	0.05	3	Conrad Lode (400.6-401.0m) with weakly mineralised envelope (400.0-404.7m)
Including	400.6	401.0	0.4 [0.2]	153	0.25	3.95	2.58	0.23	23	
CMDD102	23.95	27.70	3.75 [2.7]	293	0.10	5.11	1.70	0.43	10	Strong, narrow greisen (23.95-27.70m), weak greisen (102.0-108.0m) and King Conrad vein (115.66-115.71m) with mineralised envelope (114.0-118.0m)
And	102.0	108.0	6.0 [4.4]	18	0.01	0.37	0.31	0.08	*	
And	114.0	118.0	4.0 [2.9]	48	0.02	0.90	0.44	0.16	*	
Including	115.5	116.0	0.50 [0.4]	224	0.15	3.94	1.80	0.55	*	
CMDD103	27.0	30.0	3.0 [2.3]	53	0.01	0.92	0.74	0.20	*	Narrow greisen intersections (27.0-30.0, 50.0-53.0, 59.0-63.0m) and King Conrad vein (68.73-68.77m) with mineralised envelope (68.0-70.0m)
And	50.0	53.0	3.0 [2.3]	21	0.01	0.47	0.38	0.11	*	
And	59.0	63.0	4.0 [3.0]	31	0.01	0.42	0.51	0.11	*	
And	68.0	70.0	2.0 [1.5]	28	0.01	0.51	0.36	0.10	*	
CMDD104	43.0	48.0	5.0 [3.3]	29	0.10	0.26	0.08	0.09	*	Broken and clay altered 43.0-48.0m interval (81% core recovery) with minor vein quartz
CMDD105	65.0	68.4	3.4 [2.4]	24	0.04	0.42	0.23	0.09	*	Quartz vein (66.55-66.7m) with weakly mineralised envelope (65.0-68.4m)
CMDD106	116.87	120.12	3.25 [2.3]	8	0.01	0.43	0.44	0.06	2	Conrad Lode quartz vein (118.51-118.58m) with weakly mineralised envelope (116.87-120.12m)
CMDD107	159.36	162.74	3.38 [2.3]	82	0.10	0.81	0.30	0.12	4	Conrad Lode (160.50-161.31m) with mineralised envelope (159.36-162.74m)
Including	160.50	161.31	0.81 [0.6]	313	0.35	2.17	0.27	0.32	8	

Note: * indicates indium has not been assayed for this interval
Full core recovery unless otherwise specified above