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AUSTRALIAN STOCK EXCHANGE ANNOUNCEMENT

22nd December 2006

\$6.5 Million Joint Venture on Iron Oxide Copper-Gold- Uranium (IOCGU) Targets

Highlights

- **Heads of Agreement signed with WCP Resources Limited on the Lake Torrens Project located immediately to the north and west of BHP Billiton's World Class Olympic Dam Mine in central South Australia.**
- **WCP Resources Ltd to spend a minimum of \$750,000 in first year and a minimum of \$1million per year for the next four years, to earn up to 65% of the IOCGU deposits (excluding sediment-hosted targets such as Tasman's MVT base metal targets at Chudys and 50 Mile Bore) by spending \$6.5 million over five years.**
- **Joint Venture tenure falls largely within "IOCG Potential Rank 1" region defined by Geoscience Australia to have the highest potential for IOCG mineralisation within South Australia's Gawler Craton.**
- **Numerous large mineralised iron oxide breccia systems of the Olympic Dam / Prominent Hill style have been discovered by both Western Mining and Tasman. These prospects have only been partly explored by seven drill holes at the Titan prospect and four holes at the Marathon South prospect.**
- **Numerous drill ready targets to be tested commencing during the first quarter of 2007.**

Tasman Resources NL ("Tasman") is pleased to announce the signing of a Heads of Agreement to create a joint venture with WCP Resources Limited ("WCP") on the Lake Torrens IOCGU Project. The JV will explore Tasman's tenements located adjacent to the north and west of BHP Billiton Limited's world-class Olympic Dam mine at Roxby Downs in the Stuart Shelf region of South Australia.

WCP can earn up to a 65% interest in iron IOCGU deposits that occur within eight granted exploration licences covering 2870 km² by spending \$6.5 million within a five year period. WCP has agreed to a minimum commitment of \$750,000 within 12 months and before it can exit and thereafter to expend a minimum of \$1 million per annum for the next 4 years if it proceeds with the joint venture on a year on year basis. No interest will be earned unless and until at least \$2,500,000 has been spent. At that stage WCP will have earned a 25% interest in the Project, and thereafter will earn a further 5% for each additional \$500,000 of expenditure. If less than \$6.5 million is expended, WCP will earn a proportionally smaller interest in these IOCGU prospects.

Within 14 days of completion of formal documentation, WCP will issue Tasman 1,000,000 ordinary shares in WCP, which would be subject to a voluntary escrow of 12 months. The transaction is subject to the completion of formal documentation which is expected to be concluded by January 18, 2006. The agreement excludes any sediment-hosted mineralization which is not an IOCGU deposit such as the sediment-hosted base metal targets that Tasman has identified at Chudys and 50 Mile bore and for which drilling programme, Tasman recently received a South Australian Government PACE (Plan for Accelerated Exploration) funding award of \$75,000 towards the cost of drill testing these targets,

The Lake Torrens Project tenements, currently 100% held by Tasman Resources Limited, border BHP Billiton Limited's Olympic Dam Project tenure to the north and west and occur within IOCG Potential Rank 1 and 2 areas defined by Geoscience Australia. Rank 1 is seen as having the highest potential for IOCG mineralisation on the Gawler Craton, and includes Olympic Dam (Proven and Probable Reserves¹ of 761 million tonnes grading 1.5% copper, 0.5 g/t gold, and 0.6 kg/t U₃O₈), Prominent Hill (Proven and Probable Reserves² of 68.2 million tonnes grading 1.31% copper and 0.59 g/t gold) and Carapateena (discovery intercept³ of 178.2 metres grading 1.83% copper and 0.64 g/t gold).

There are a number of targets comprising Fe-altered volcanic breccia systems, mineralised haematite-magnetite breccias, and untested gravity anomalies that have been identified within the Lake Torrens IOCG Project area. Of these, the two most interesting are the Titan and Marathon South prospects.

Titan was first tested by WMC Ltd in 1976 when they drilled two holes targeted on coincident strong gravity/magnetic anomalies. BD1 intersected 334 metres of 0.1% copper from 607 metres depth in strong IOCG-style altered basement. Tasman has subsequently conducted detailed gravity and aeromagnetic programmes and limited electrical geophysics (AMT) and drilled eight holes since 2003, with best intercepts of 111 metres of 0.1% copper from 604 metres depth in TI2 and 47 metres of 0.3% copper from 608 metres depth (including 5 metres of 1.1% copper and 0.3 g/t gold from 620 metres) in TI6. All of these holes have focused on a limited part of the eastern flank of the Titan gravity feature and to the southeast of BD1.

An initial program of five diamond holes has been designed to test high priority drill targets located to the northeast, northwest and southwest of BD1 within the large (approximately 10 km² surface area) IOCG system at Titan.

Tasman commenced exploration using AMT over an untested gravity anomaly at Marathon South in 2005 and received PACE support funding from the South Australian Government for drilling MS1. The initial hole intersected 270 metres of highly altered breccias having strong similarities with parts of the "core-zone" of the Olympic Dam breccia complex. Subsequent drilling of an additional three holes, two of which were partly funded under a PACE-grant, tested northeastern portions of the anomaly and returned altered and brecciated rocks with weak copper mineralisation.

An initial program of four diamond holes has been designed to test high priority drill targets located in the western and southeastern portions of the large anomaly (approximately 10 km² surface area) at Marathon South.

In addition, prospects have been identified at Vulcan, Zeus, Billy Barnes, Atlas, Beamish, Lullars and Tolls Dam that are all considered prospective for IOCGU mineralisation of the Olympic Dam/Prominent Hill style.

Tasman welcomes the agreement which will fund a very large amount of exploration activity on these world class targets over the next five years, without diluting Tasman's share capital.

Yours sincerely

Gregory Solomon
Executive Chairman

Competent Person Declaration

The interpretations and conclusions reached in this report are based on current geological theory and the best evidence available to the authors at the time of writing. It is the nature of all scientific conclusions that they are founded on an assessment of probabilities and, however high these probabilities might be, they make no claim for complete certainty. Any economic decisions that might be taken on the basis of interpretations or conclusions contained in this report will therefore carry an element of risk.

The information in this announcement, insofar as it relates to Mineral Exploration activities, is based on information compiled by Robert N. Smith, who is a member of the Australian Institute of Geoscientists, and who has more than five years experience in the field of activity being reported on. Mr Smith is a full-time employee of the company. Mr Smith 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 Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Smith consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

It should not be assumed that the reported Exploration Results will result, with further exploration, in the definition of a Mineral Resource.

Note 1: Olympic Dam MineSite Summary (olympicdam.infomine.com) Last updated – 15 November 2005)

Note: 2: Oxiana Limited. Prominent Hill Ore Reserve Statement Explanatory Notes August 2006

Note 3: Geological and metallogenic setting of the Carrapateena FeO-Cu-Au prospect – a PACE success story. MESA Journal 38, July 2005.

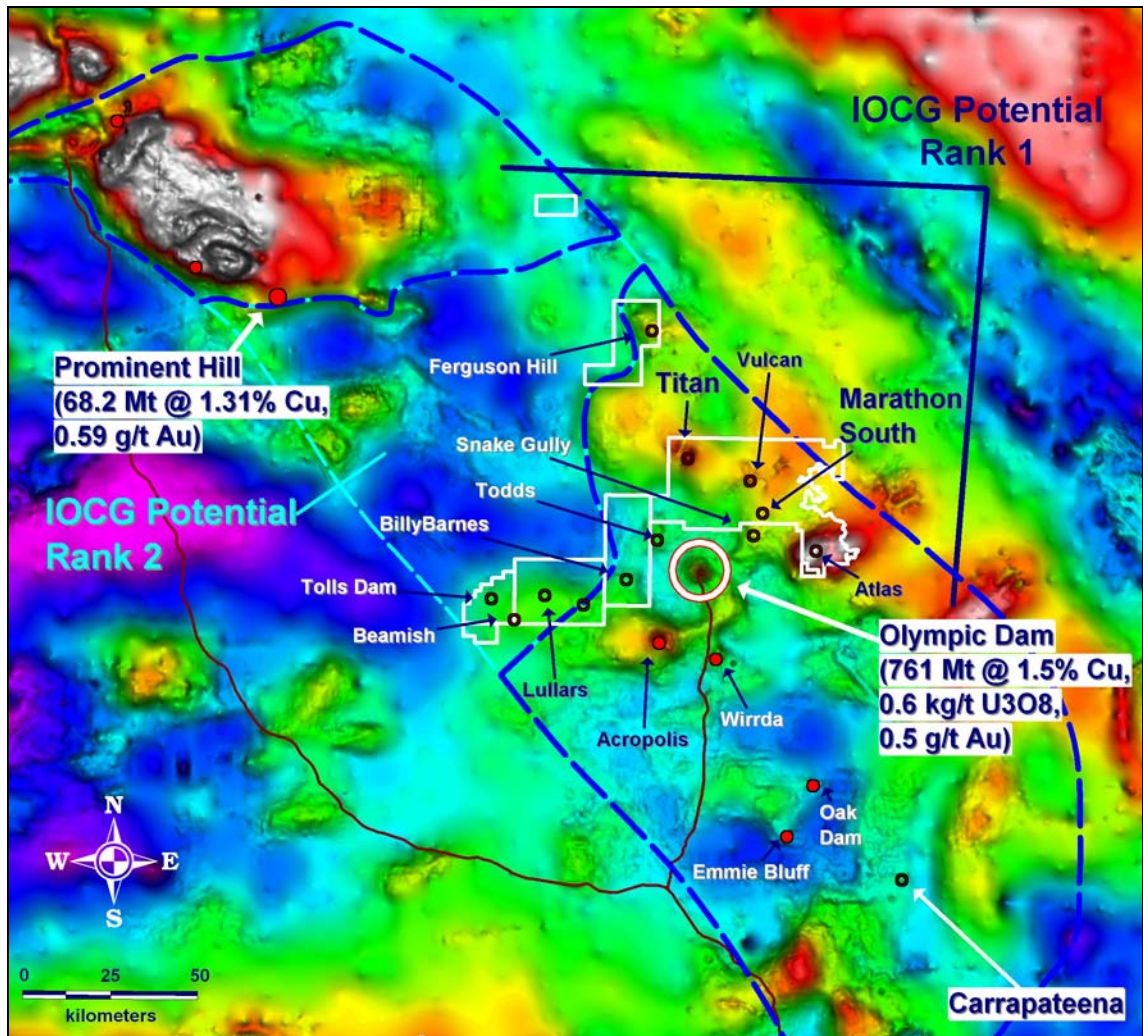


Figure 1. Lake Torrens IOCGU Project tenements (white) that comprise the Joint Venture between WCP and Tasman and their proximity to the World Class Olympic Dam Mine, IOCG prospects and Geoscience Australia's IOCG Potential Rank 1 regions. Background image is processed residual gravity with hotter colours signifying greater density.