

**FOR IMMEDIATE RELEASE**

16<sup>th</sup> March 2007

General Manager  
 The Company Announcements Office  
 Australian Stock Exchange

Dear Sir

**FINAL RC DRILLING RESULTS - WILGERUP IRON ORE DEPOSIT**

**Highlights**

- **All outstanding RC drill assays have been received and record further wide *low phosphorus* +60%Fe intercepts in southern portion of the North Hematite Pod.**
- **Resource modeling commenced 15<sup>th</sup> March. A JORC compliant resource statement is expected by the end of March - early April which is expected to signal the commencement of formal feasibility studies at Wilgerup.**
- **The diamond drill program to collect samples for metallurgical test work was completed today with results expected early April 2007.**

**Wilgerup North Hematite Pod**

Centrex Metals Limited completed reverse circulation (RC) resource definition drilling at the Company's Wilgerup hematite deposit located 30 kilometres south east of Lock on Eyre Peninsula, South Australia on 7<sup>th</sup> February.

RC drilling has been completed to provide grid coverage on 80m x 20m and 80m x 40m spacing in order to support the estimation of an Indicated Resource. All RC drill assays have been received. Resource estimation using Snowden Mining Industry Consultants under the guidance of Centrex geologists commenced on 15<sup>th</sup> March. A JORC compliant resource is expected in late March - early April.

Significant further results have included:

Hole No	From	To	Intercept (m)	% Fe	% SiO <sub>2</sub>	% Al <sub>2</sub> O <sub>3</sub>	% LOI	% P
W06R122	38	50	12	63.0	3.38	1.84	4.08	0.050
W06R123	38	46	8	59.0	5.57	3.57	4.65	0.177
	62	92	30	60.3	2.19	1.71	5.77	0.110
W06R124	78	90	12	60.3	3.85	1.24	5.29	0.069
W06R125	34	38	4	60.7	5.42	2.38	3.93	0.072
	78	94	16	61.1	3.26	2.26	4.50	0.087
	108	112	6	60.3	2.37	0.98	5.45	0.071
W06R126	86	104	18	61.4	4.07	1.54	3.72	0.072
W06R128	44	64	20	57.6	5.06	4.33	5.34	0.376

## Diamond Drilling Program

A diamond drill program testing depth extents of the North Pod commenced on 17<sup>th</sup> February and was completed on 16<sup>th</sup> March. Four (4) holes were completed providing samples of high grade hematite and samples of two potential ore types - hematite clay and hematite carbonate. The diamond drill holes have confirmed and extended the distribution of hematite ores seen in the reverse circulation drilling.

### Diamond Drilling – Bungalow Magnetite Deposit

Diamond drill rig will commence drilling on the Company's highly prospective Bungalow magnetite deposit located 9 kilometres north of Cowell on the east coast of Eyre Peninsula by 17<sup>th</sup> March.

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*The information in this report relating to Exploration Results is based on information compiled by Mr Gerard Anderson who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Anderson is Managing Director of Centrex Metals Limited. Mr Anderson has sufficient experience, which is relevant to the style of mineralization 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". Mr Anderson consents to the inclusion in the report of the matters based on his information in the form and context in which it appear.*

### **About the Wilgerup Project**

The Wilgerup hematite deposit is situated 30 km south east of Lock in Central Eyre Peninsula, South Australia. Since September 2006, over 12,000 metres of close spaced reverse circulation drilling (80m x 20m with selected 40m x 20m spaced drilling) has been completed.

Subject to resource modeling results, the Company expects to proceed into a full feasibility study into the establishment of a 2Mtpa mining and exporting operation from Port Lincoln.

Centrex recently announced it had signed a Heads of Agreement with Genesee & Wyoming Australia Limited, the owner-operator of the Port Lincoln to Lock rail system, to rail up to 2Mtpa of hematite from near Murdinga Siding to Port Lincoln.

Centrex believes that the proximity of the Wilgerup hematite deposit to the existing railway provides the Company with a significant comparative advantage that will translate into low capital and operating costs for the mining and exporting operation.

### **About the Bungalow Magnetite Deposit**

The Bungalow magnetite deposit has been independently assessed as having an exploration potential of >250 million tonnes of magnetite BIF to a vertical depth of 200 metres (Centrex Metals Prospectus p 50). Previous diamond drilling returned an average intercept grade (at a cut off grade of 20% DTS) of 38.02% DTS @67.66% Fe and 5.37% SiO<sub>2</sub>.

Bungalow has the potential to support a long-life 3-5Mtpa magnetite concentrate operation and the planned drilling heralds the commencement of systematic resource evaluation of the deposit. The drilling will target the southern portion of the deposit to test an area where the three magnetite BIF lenses appear to coalesce.