

8 February 2008

Dear Optionholder

Expiry of Options

Recently you would have received a letter from us, advising that your options in Marengo Mining Limited expire at 5:00pm (WSDT) on 28 February 2008 (copy attached).

We are now pleased to provide you with a copy of our Quarterly Activities Report for the period ending 31 December 2007, which was released to the Australian Stock Exchange on 31 January 2008.

As you can see, Marengo continues to focus its full attention on the Yandera Copper-Molybdenum Project in Papua New Guinea, and has already commenced the 2008 field season with the continuation of the diamond drilling campaign carried out during the 2007 field season.

This diamond drilling is predominantly focused within the proposed open-pit area, which forms the basis of the Definitive Feasibility Study ("DFS"), commenced by Marengo during the last quarter of 2007. With additional drilling capacity, work will also commence on testing other mineralised targets within the Yandera project area and near to the existing Yandera Central resources, together with infrastructure site sterilisation.

The DFS, which was awarded to an alliance of leading Australian based resource engineering and construction group, GRD Minproc Limited and the Australian arm of international engineering and environmental group, URS Corporation, is now in full swing, with a scheduled completion date of mid-2009.

"We have already had a strong level of support, with Notices of Exercise being received in respect of 9,511,764 Options (since 5 October 2007). This includes the exercise of 8,000,000 by the Company's largest individual Optionholder."

With a strong cash position (A\$16.556 million at 31 December 2007) and a 100% ownership of the Yandera Project, the Company intends to continue to advance towards becoming a significant supplier of copper-molybdenum to world markets, at the earliest possible time, and extends to you an invitation to remain part of this exciting growth strategy.

Some of the courses of action available to you as a holder of these soon to expire options are:

- a) Exercise the options on or before 28 February 2008.
- b) Sell your options. Quotation of the options will cease at the close of trading on 21 February 2008.
- c) Do nothing (ie. allow your options to expire). If you do not exercise or sell your options they will expire on 28 February 2008 and your right to subscribe for ordinary shares in Marengo Mining Limited at 20 cents per share will lapse.

If you have any queries regarding this matter, or the current activities of Marengo, please do not hesitate to contact this office for further assistance.

Yours faithfully



LES EMERY
Managing Director
Atts