



NOT FOR DISSEMINATION IN THE UNITED STATES OR RELEASE THROUGH ANY US NEWSWIRE SERVICE
www.marengominig.com ASX/POMSoX Share Code: MGO - TSX Share Code: MRN

KEY POINTS - YANDERA - COPPER - MOLYBDENUM - GOLD PROJECT

Project Development – Definitive Feasibility Study (DFS)

- 🕒 Successful adit and drill core sample program completed
- 🕒 Final metallurgical testwork underway in both China and Australia
- 🕒 DFS proceeding to completion by mid 2012.

Resource Drilling

- 🕒 Infill drilling at Gremi intersects: 732m @ 0.53% CuEq
- 🕒 Infill drilling at Imbruminda Intersects: 161m @ 0.88% CuEq
81m @ 1.22% CuEq
228m @ 0.62% CuEq
- 🕒 Infill drilling at Dimbi intersects: 318m @ 0.54% CuEq
93m @ 0.73% CuEq
- 🕒 Infill drilling at Omora intersects: 146m @ 0.48% CuEq
- 🕒 Revised resource estimate expected during Q1 - 2012

Exploration

- 🕒 Increased level of regional exploration to continue into 2012
- 🕒 Initial five hole drill program planned for Dirigi Prospect following identification of geochemical anomalies

Corporate & Financial

- 🕒 Cash balance at quarter end of A\$32.6M (C\$34.6M)



YANDERA PROJECT, MADANG PROVINCE, PNG

(MARENGO MINING LIMITED – 100%)

Project Development – Strategic Partner & Definitive Feasibility Study

In October 2010, the Company signed a Memorandum of Understanding (MoU) with China Nonferrous Metal Industry's Foreign Engineering and Construction Co Ltd (NFC), for the financing, construction and development of the Yandera Project.

As part of its MoU with NFC and Arcon (WA) Pty Ltd (Arcon), their Australian engineering partner, these parties have agreed with Marengo to undertake the key phase of process plant design work, in addition to other areas, as agreed. This work will be undertaken at one of NFC's design institutes in China, which employ some 2,500 engineers, who are focused on the many offshore engineering and construction projects being undertaken by NFC at any one time. Arcon will provide supporting engineering services to NFC.



Definitive Feasibility Study (DFS)

The DFS is continuing, with completion due by mid 2012. In parallel with this the information required for the various mining and environmental permits continues to be assembled, in order for these applications to be formally submitted at the appropriate time.

Close cooperation continues between Marengo, NFC and its Australian partner, Arcon, with various aspects of the study tasks. In addition, a substantial team of consultants continue to focus on a number of the areas yet to be completed for the DFS.

Metallurgical testwork continues to take place, both in China (under the supervision of NFC) and in Australia. Whilst this work has not yet been completed, the results to date continue to give Marengo encouragement that the results will be in line with previous testwork.

From the drill core samples previously shipped to China a total of fourteen bulk samples were compiled for flotation testwork. These samples range between 0.45 and 1.67 tonnes and the following table sets out the respective head grades of the samples to be processed:

Net Weight and Assay Results of Metallurgical Drill Core Samples

Sample No.	Net Weight (kg)	Cu (%)	Mo (ppm)	Au (g/t)	Zone
1	454	0.71	160	0.09	Comp Oxide
2	1,046	0.40	900	0.21	Comp Mixed
3	1,566	0.76	310	0.14	Gremi
4	1,671	0.66	270	0.14	
5	1,648	0.49	170	0.09	
6	1,451	0.63	190	0.22	Imbruminda
7	1,438	0.51	150	0.26	
8	1,455	0.45	240	0.21	
9	1,322	0.65	270	0.42	
10	1,274	0.65	360	0.59	
11	1,305	0.84	210	0.35	Omora
12	1,137	0.45	230	0.07	
13	1,110	0.36	130	<0.05	
14	1,234	0.45	180	<0.05	

Total	18,115 kg	Cu (%)	Mo (ppm)	Au (g/t)	
Weighted Average: All	1,294	0.57	264	0.21	
Weighted Average: Imbruminda	1,374	0.62	234	0.33	

In addition, a 45 tonne bulk sample, taken from a successful adit development at the Gremi zone (Adit Bravo) is held in Perth, awaiting processing for separation of copper and molybdenum sulphide concentrates (refer also under: Drilling).

EPC Contract

NFC has confirmed their commitment to providing a fixed-price Engineering Procurement and Construction (EPC) contract and will develop their proposal in 2012 with support from Arcon, and following completion of the DFS. At this stage, it is anticipated that this contract will be entered into during Q4 – 2012, following receipt of the EPC pricing from NFC.

Under this arrangement, Marengo will appoint NFC as the principal contractor under a turnkey, lump sum contract and also into a formal financing agreement under which NFC will facilitate financing for the Yandera Project, for at least 70% of the Project Development Costs, through its nominated Chinese financial institution. Marengo has engaged Standard Bank to advise in this process.

Drilling

Six rigs continued drilling through to early December prior to the Christmas shut down. Further in-fill holes were drilled at Imbruminda and Omora, continuing the strategy of elevating as much resource from inferred to the indicated/measured category, ahead of the resource estimate scheduled for the first quarter of 2012. Completed results from the deep drilling are also presented below.

In addition, two holes (YD 462 and YD 465) were completed, to follow up on the results of the metallurgical drilling results and to enable data from this zone to be included in the forthcoming resource estimate. The assay results from these holes are presented below:

YD462 (Imbruminda)

Collar 292087E 9365480N Azimuth (AMG) 206 @ -75; E.O.H 220.9 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
60	221	161	0.54	333	0.40	1.74	0.88
Within this broad intersection the following occurs:							
96	177	81	0.72	501	0.56	2.32	1.22

CuEq% = Cu% + (10xMo%) Au not included

YD465 (Imbruminda)

Collar 292088E 9365595N Azimuth (AMG) 080 @ -85; E.O.H 230.9 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
3	231	228	0.51	109	0.15	2.20	0.62
Within this broad intersection the following occurs:							
3	39	36	0.50	241	0.24	2.46	0.74
150	180	30	1.11	139	0.34	4.55	1.25

CuEq% = Cu% + (10x Mo%) Au not included

Two very encouraging holes from the deep drilling program produced the following significant results:

YD372 (Dimbi)

Collar 292923E 9365805N Azimuth (AMG) 000 @ -90; E.O.H 1001.0 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
36	354	318	0.42	114	0.10	2.06	0.54
Within this broad intersection the following occur:							
36	54	18	0.53	75	0.07	2.47	0.59
114	207	93	0.56	172	0.12	2.41	0.73
252	303	51	0.71	103	0.13	2.28	0.81
324	354	30	0.39	100	0.26	2.39	0.49

CuEq% = Cu% + (10x Mo%) Au not included

YD403 (Gremi);

Collar 293351E 9364780N Azimuth (AMG) 000 @ -90; E.O.H 950.2 m)

These are the results from the latest Gremi deep hole. It indicates a broad zone of mineralisation over the top 730m.

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
3	735	732	0.33	197	0.06	0.78	0.53
Within this broad intersection the following occur:							
18	84	66	0.50	39	0.09	1.56	0.54
186	378	192	0.46	252	0.07	1.07	0.71
438	495	57	0.54	305	0.06	1.05	0.84
711	735	24	0.13	1666	0.03	0.18	1.80

CuEq% = Cu% + (10x Mo%) Au not included

Other results obtained during and since the end of the Quarter include:

YD417 (Imbruminda)

Collar 291615E 9365520N Azimuth (AMG) 215 @ -60; E.O.H 401.8 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
48	123	75	0.64	269	0.07	1.31	0.91

CuEq% = Cu% + (10x Mo%) Au not included

YD419 (Imbruminda)

Collar 291613E 9365524N Azimuth (AMG) 035 @ -70; E.O.H 267.0 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
51	90	39	0.50	388	0.09	1.66	0.89
135	150	15	0.35	337	0.12	3.2	0.69

CuEq% = Cu% + (10xMo%) Au not included

YD385 (Omora)

Collar 292967E 9364229N Azimuth (AMG) 215 @ -70; E.O.H 154.3 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
48	75	27	0.58	226	0.04	3.38	0.80

CuEq% = Cu% + (10xMo%) Au not included

YD381 (Imbruminda)*Collar 2919157E 9365262N Azimuth (AMG) 035 @ -50; E.O.H 190.0 m)*

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
153	171	18	0.77	130	0.08	1.85	0.90

CuEq% = Cu% + (10xMo%) Au not included

YD387 (Imbruminda)*Collar 291915E 9365262N Azimuth (AMG) 000 @ -90; E.O.H 315.0 m)*

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
63	90	27	0.46	102	0.12	2.77	0.56
144	222	78	0.55	81	0.08	3.09	0.63

CuEq% = Cu% + (10xMo%) Au not included

YD382 (Omora)*Collar 292967E 9364229N Azimuth (AMG) 035 @ -70; E.O.H 293.5 m)*

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
51	195	146	0.39	96	0.08	3.08	0.48
Within this broad intersection the following occur:							
72	138	66	0.39	118	0.07	2.92	0.51
150	174	24	0.71	142	0.15	4.01	0.85

CuEq% = Cu% + (10xMo%) Au not included

YD379 (Omora)*Collar 292967E 9364229N Azimuth (AMG) 000 @ -90; E.O.H 215.9 m)*

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
57	108	51	0.30	214	0.03	2.64	0.51
Within this broad intersection the following occurs:							
78	90	12	0.47	469	0.04	4.08	0.94

CuEq% = Cu% + (10xMo%) Au not included

YD386 (Imbruminda)*Collar 292342E 9365291N Azimuth (AMG) 215 @ -70; E.O.H 318.6 m)*

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
33	78	45	0.31	62	0.10	1.41	0.37
Within this intersection the following narrow zone occurs:							
66	78	12	0.31	115	0.10	1.88	0.43
Further down hole:							
150	168	18	0.40	65	0.03	2.17	0.47

CuEq% = Cu% + (10xMo%) Au not included

YD402 (Imbruminda)*Collar 291837E 9365498N Azimuth (AMG) 215 @ -55; E.O.H 350.6 m)*

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
51	222	171	0.37	55	0.08	1.25	0.42
Within this broad intersection the following occurs:							
159	183	24	0.59	56	0.19	1.84	0.65

CuEq% = Cu% + (10xMo%) Au not included

YD410 (Imbruminda)*Collar 291810E 9365472N Azimuth (AMG) 215 @ -55; E.O.H 296.5 m)*

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
96	153	57	0.53	51	0.16	1.5	0.58

CuEq% = Cu% + (10xMo%) Au not included

YD415 (Omora)*Collar 292991E 9364291N Azimuth (AMG) 035 @ -75; E.O.H 218.2 m)*

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
12	78	66	0.48	57	0.12	4.55	0.54

CuEq% = Cu% + (10xMo%) Au not included

YD418 (Omora)*Collar 293144E 9364314N Azimuth (AMG) 035 @ -70; E.O.H 150.0 m)*

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
3	57	54	0.46	64	0.16	1.17	0.52

Within this broad intersection the following occurs:

3	30	27	0.39	15	0.24	1.04	0.40
---	----	----	------	----	------	------	------

CuEq% = Cu% + (10xMo%) Au not included

YD400 (Omora)*Collar 293150E 9364312N Azimuth (AMG) 000 @ -90; E.O.H 276.0 m)***A broad intersection of Au mineralization is of interest in this hole.**

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
3	180	177	0.29	15	0.31	1.16	0.31
3	81	78	0.41	29	0.33	1.61	0.44

CuEq% = Cu% + (10xMo%) Au not included

YD408 (Omora)*Collar 293144E 9364314N Azimuth (AMG) 215 @ -75; E.O.H 289.6 m)***The top 120 m of this hole is marked by enhanced Au mineralization.**

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
1	120	119	0.29	14	0.38	1.58	0.31

Within this broad intersection the following occurs:

6	48	42	0.49	29	0.44	2.43	0.52
----------	-----------	-----------	-------------	-----------	-------------	-------------	-------------

CuEq% = Cu% + (10xMo%) Au not included

YD414 (Omora)

Collar 293144E 9364314N Azimuth (AMG) 215 @ -60; E.O.H 243.0 m)

This hole was drilled along strike from YD408 and shows similar characteristics to YD408 and YD411:

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
3	63	60	0.40	43	0.49	2.24	0.44

CuEq% = Cu% + (10xMo%) Au not included

YD439 (Imbruminda)

Collar 291946E 9365406N Azimuth (AMG) 215 @ -45; E.O.H 287.3 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
159	189	30	0.43	54	0.10	1.86	0.49

CuEq% = Cu% + (10xMo%) Au not included

YD411 (Omora)

Collar 292991E 936429N Azimuth (AMG) 035 @ -55; E.O.H 331.4 m)

Similar to and along strike from YD408 with a broad zone of Au mineralization in its upper portion:

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
18	90	72	0.27	24	0.34	1.29	0.29

CuEq% = Cu% + (10xMo%) Au not included

YD378 (Imbruminda)

Collar 292342E 9365291N Azimuth (AMG) 215 @ -60; E.O.H 300.1 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
21	39	18	0.13	21	0.21	1.67	0.15
57	75	18	0.43	40	0.06	1.76	0.47
117	132	15	0.37	39	0.01	1.00	0.41

CuEq% = Cu% + (10xMo%) Au not included

Adit Bravo

Following completion of the Adit Bravo (Gremi) sampling program, for the recovery of a bulk metallurgical sample, a comprehensive suite of channel chip samples were taken along the north east and south west walls of the adit. These samples were sent for assay and the results are tabulated below. The data from each side of the adit compare well:

Adit Bravo North East (Gremi);

Portal 293272E 9364888N Azimuth (AMG) 273 @ +1; length 70.1 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
0.5	70.1	69.6	0.32	180	0.09	1.56	0.50

CuEq% = Cu% + (10xMo%) Au not included

Adit Bravo South West (Gremi);

Portal 293272E 9364888N Azimuth (AMG) 273 @ +1; length 70.1 m)

From (m)	To (m)	Width (m)	Cu %	Mo ppm	Au g/t	Ag g/t	CuEq %
0.5	70.1	69.6	0.30	188	0.10	1.81	0.49

CuEq% = Cu% + (10xMo%) Au not included

Figure 1

Yandera Central Porphyry System – Drill Location Plan

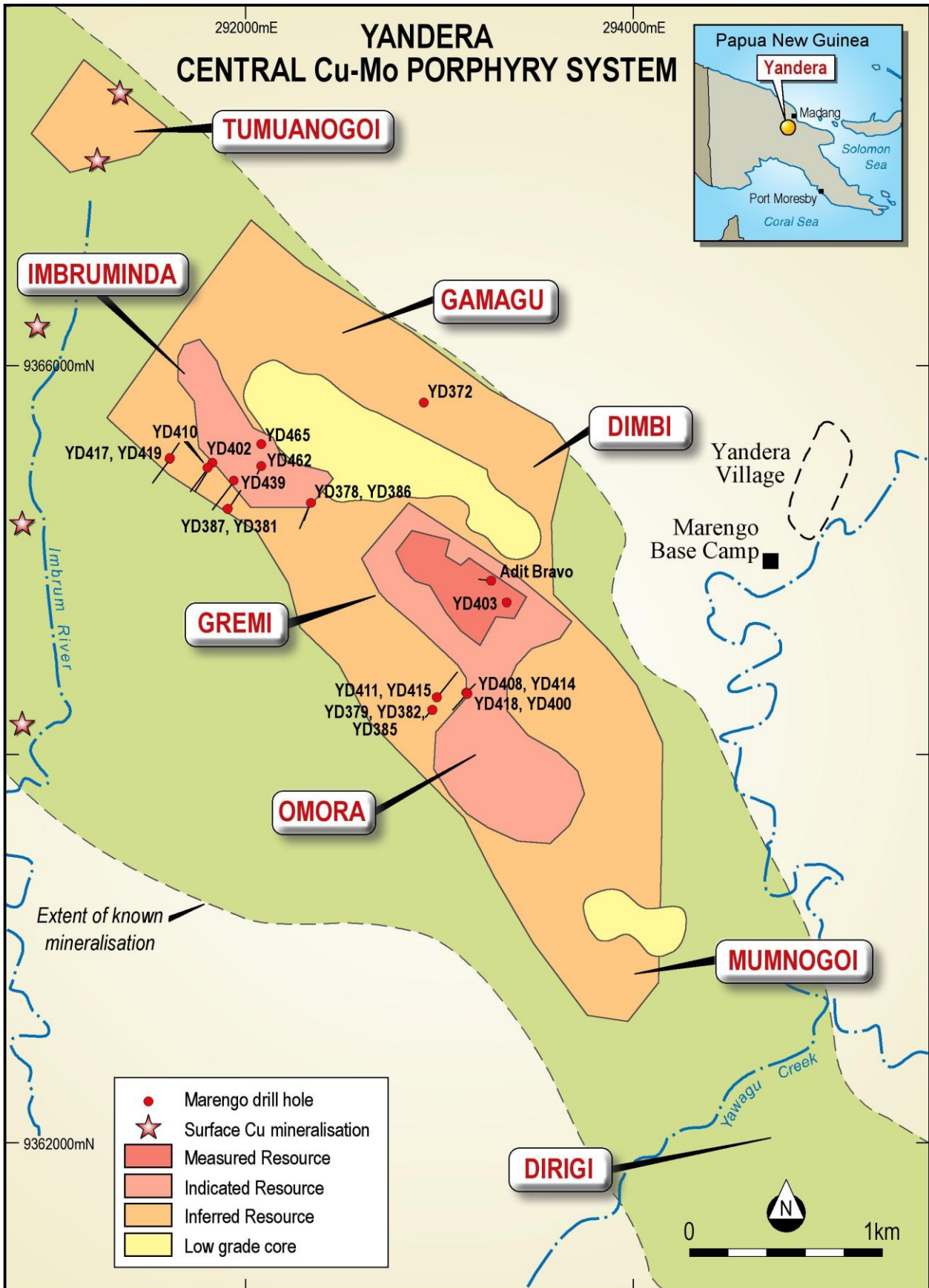
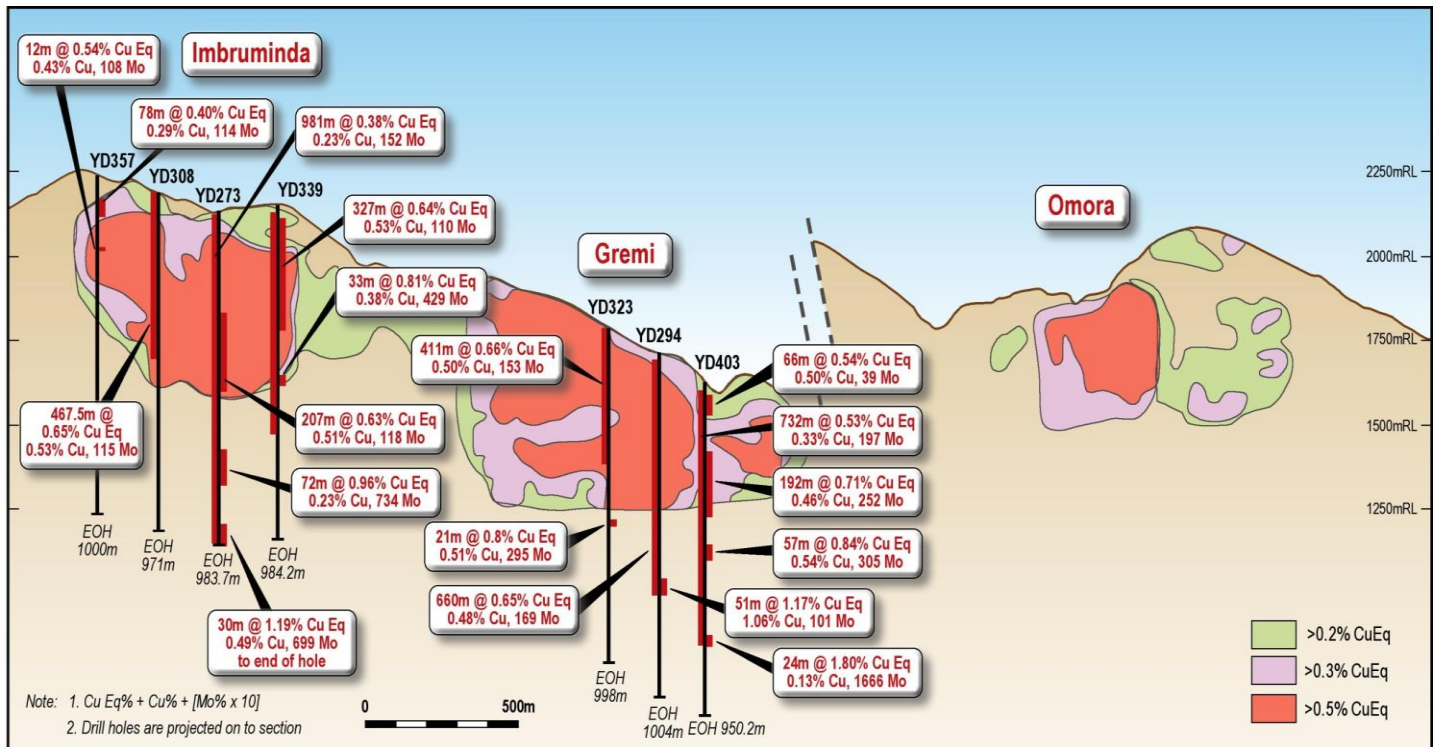


Figure 2
Yandera Project – Long Section

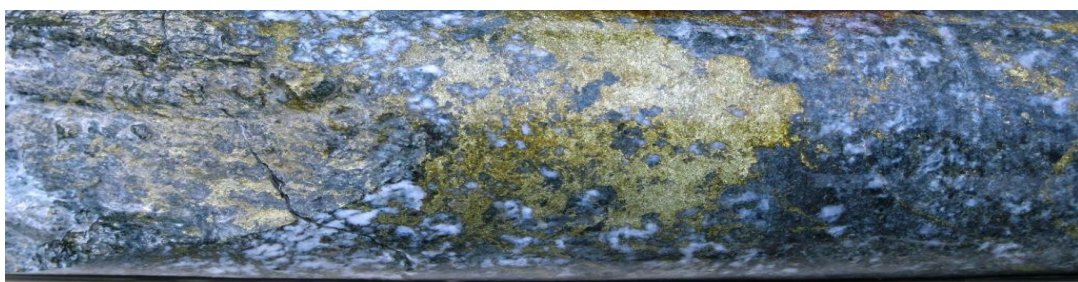


Regional Exploration

During the quarter, excellent progress was made with the planned stream sediment sampling program in the Yomi (EL1633) and Togoban (EL 1670) areas. By late November, with weather gradually deteriorating the program drew to a close for the season, with the Yomi section completed and samples awaiting assay.

Following the analysis of the Dirigi soil sampling program, an initial suite of 5 diamond drill holes have been planned to test a number of geochemical anomalies that have been identified in this area, which is proximal to the Yandera Central resource. This program is expected to commence during the current quarter.

Planning is underway for a greater focus on regional exploration during 2012, in line with Marengo's decision to allocate more funds into that area of activity. This work will continue to run in parallel with the major focus on completion of the Yandera DFS and subsequent development activities.



Community Matters

Marengo is committed to working with the community in all aspects of the developments associated with the Yandera Project and maintains an effective and dedicated team to manage its community affairs programs.

During the quarter Marengo's Board of Directors, together with senior management visited PNG and in particular the Yandera Project, and nearby provincial capital of Madang. Apart from providing board members with a first hand view of the project's status, it was also an excellent opportunity for local communities to interact with the various attendees. It is apparent from the level of support that Marengo continues to be shown, that the local and provincial communities are fully supportive of the Company's aim of developing a major mining project at Yandera, for the benefit of all stakeholders.

Marengo continues an active program of disseminating information on the status of its activities by various means, including community notice boards and community meetings. In addition, the second bi-lingual Community Newsletter was distributed in November to communities in and around the Yandera Project area and to broader sections of the PNG government and business sectors. Copies of current newsletters are available on the Company's website (www.marengomining.com).



Safety, Health and Environment

Safety of the workforce continues to take priority in our operations.

Safety training and awareness was carried out throughout the period, with new safety and compliance manuals, being introduced. The new manuals will allow the Safety Department to better educate staff, track and report safety issues and can be easily expanded as the project moves forward. Several employees attended external safety training courses during the quarter.

It is however disappointing to report that one serious incident occurred during the quarter when a site worker sustained a fractured leg, as a result of a rockfall during drill pad preparation. Investigations have resulted in the implementation of additional safety practices for this activity.

The Yandera Camp clinic continued to treat Marengo employees and villagers, with a number of more serious medical cases being evacuated by helicopter to Government medical facilities. A health and nutrition survey covering the project impact area between Yandera and the Ramu River was also completed as part of the social and environmental impact permitting requirements.

Environmental baseline studies continued at Yandera and at various coastal areas, under the direction of environmental consultants, Coffey Environments. No environmental incidents or issues arose during the quarter.



CORPORATE AND FINANCIAL**Annual General Meeting – 10 November 2011**

The Annual General Meeting of Marengo Mining Limited was held on 10 November 2011, with all resolutions being passed.

General Meeting – 23 December 2011

A general meeting of shareholders was held on 23 December 2011 to consider a number of resolutions with all being passed at that meeting.

Change of Auditors

Following receipt of shareholder approval at the Annual General Meeting on 10 November 2011, the Company appointed Pricewaterhouse Coopers as auditors of the Company.

Cash Reserves

At the end of the quarter the Company had cash reserves of A\$32.6 Million (C\$34.6)



Les Emery
Managing Director / CEO
30 January 2012

www.marengominig.com

For further information:

Les Emery
Managing Director
Marengo Mining Limited
Telephone: +61 8 9429 0000
Email: marengo@marengominig.com

Australia:

Dean Richardson
Vice President - Investor Relations
Tel: +61 8 9429 0000
Email: deanr@marengominig.com

North America:

Victoria Russell
Investor Relations
Tel: +1 416 644 8680
Email: investor@marengominig.com

ABOUT MARENGO MINING

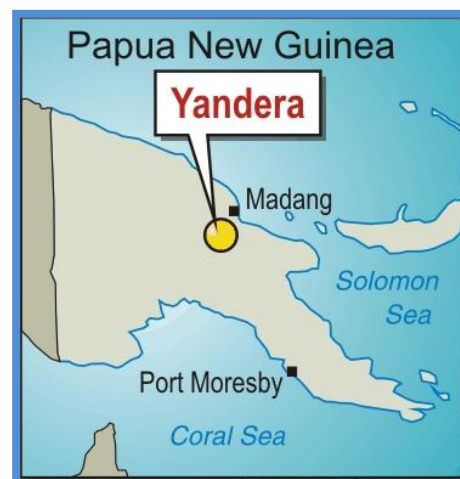
Marengo Mining Limited is an Australian-based metals company focused on the development of its Yandera Copper-Molybdenum-Gold Project in Papua New Guinea (PNG).

With its headquarters in Perth, Western Australia, Marengo listed on the Australian Securities Exchange (ASX) on November 13, 2003 and subsequently on Papua New Guinea's POMS0X exchange on November 10, 2006. Marengo reinforced its global development strategy with the successful completion of a listing on the Toronto Stock Exchange (TSX) in April 2008.

Since 2007 Marengo has successfully raised over A\$133M, underpinning the current DFS and exploration programs, on the Yandera Project.

The Yandera Project is one of the Asia Pacific's largest undeveloped copper resources. Marengo is currently completing its DFS on the Yandera Project to provide the foundation for financing the development of a large scale, long life mining and processing operation. Ore production is anticipated to commence at 25Mtpa, with an initial mine life of at least 20 years.

For current resource estimates for the Yandera Project refer to the Company's website (www.marengominig.com)



CORPORATE DIRECTORY

DIRECTORS

John Horan
Chairman

Les Emery
CEO / Managing Director

Doug Dunnet
Non-Executive Director

Sir Rabbie Namaliu
Non-Executive Director

Susanne Sesselmann
Non-Executive Director

John W Hick
Non-Executive Director

Elizabeth Martin
Non-Executive Director

CHIEF FINANCIAL OFFICER

Mark Churchward

COMPANY SECRETARIES

John Ribbons/Dennis Wilkins

REGISTERED OFFICE

Level 1
9 Havelock Street
West Perth WA 6005
Australia

Telephone: +61 8 9429 0000
Facsimile: +61 8 9429 0099

Website: www.marengominig.com
Email: marengo@marengominig.com

POSTAL ADDRESS

PO Box 289
West Perth WA 6872
Australia

STOCK EXCHANGE LISTINGS & CODES

Australia	- ASX	MGO
Canada	- TSX	MRN
PNG	- POMS0X	MGO

SHARE REGISTRY - AUSTRALIA

Computershare Investor Services Pty Ltd
Level 2, 45 St Georges Terrace
Perth WA 6000
Telephone: 1300 550 839 (within Aust)
+61 3 9415 4000 (outside Aust)
Facsimile: +61 8 9323 2033
Email: web.queries@computershare.com.au

INVESTOR RELATIONS (AUSTRALIA)**Dean Richardson**Telephone: **+61 8 9429 0000**Email: deanr@marengomining.com**INVESTOR RELATIONS (NORTH AMERICA)****Victoria Russell**Telephone: **+1 416 644 8680**Email: investor@marengomining.com**INVESTOR RELATIONS (UK/EUROPE)****L. Trevor Baldock**Telephone **+33 608 787 104****AUDITORS****Pricewaterhouse Coopers**

QV1 Building

250 St Georges Terrace

Perth WA 6000

Australia

SHARE REGISTRY - PNG

PNG Registries Ltd

Level 2, AON Haus, MacGregor St

Port Moresby NCD

Facsimile: **+675 321 6379****SHARE REGISTRY - CANADA**

Computershare Investor Services Inc

510 Burrard Street, 2nd Floor

Vancouver, British Columbia, V6C 3B9

Canada

Telephone:

Toll free: **1800 564 6253**Outside North America: **+1 514 982 7555**

Facsimile:

Toll free: **1866 249 7775**Outside North America: **+1 416 263 9524**Email: service@computershare.com

This news release does not constitute an offer to sell or the solicitation of an offer to buy any ordinary shares within the United States. The ordinary shares have not been offered and will not be registered under the United States Securities Act of 1933, as amended (the "1933 Act"), or any state securities laws. Accordingly, the ordinary shares may not be offered or sold in the United States or to U.S. persons (as such terms are defined in Regulation S under the 1933 Act) unless registered under the 1933 Act and applicable state securities laws or an exemption from such registration are granted.

NOTES

Certain statements in this report contain forward-looking information. These statements address future events and conditions and, as such, involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by the statements. Such factors include, among others, the results of future exploration, risks inherent in resource estimates, increases in various capital costs, availability of financing and the acquisition of additional licences, permits and surface rights. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date the statements were made, and readers are advised to consider such forward looking statements in light of the risks set forth in the company's continuous disclosure filings as found at the (Canadian) SEDAR website.

Scientific and technical information in this report including that relating to drilling intercepts and mineralization but excluding the Yandera resource estimate were prepared by Mr Peter Dendle. Mr Dendle is a member of the Australasian Institute of Mining and Metallurgy and a full-time employee of Marengo Mining Limited. Mr Dendle 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 (The JORC Code, 2004 Edition). Mr Dendle is also a "Qualified Person" as defined by National Instrument 43-101 "Standards of Disclosure for Mineral Projects" ("NI 43-101") Mr Dendle verified the data underlying the information in this report prepared by him.

Except to the extent not set out herein, for a (i) summary description of rock types, geological controls and dimensions of mineralised zones, and the identification of any significantly higher grade intervals within a lower grade intersection; (ii) a summary of the relevant analytical values, widths and, to the extent known, the true widths of the mineralised zones; (iii) a summary description of the geology, mineral occurrences and nature of the mineralization found; and (iv) a summary description of the type of analytical or testing procedures utilized, sampled, sample size, the name and location of each analytical or testing laboratory used and any relationship of the laboratory to the issuer please refer to the Company's technical report filed on SEDAR and dated November 9, 2007. There is no drilling, sampling, recovery or other factors that could materially affect the accuracy or reliability of the data referred to herein.

Mr Dendle consents in writing to the issue of this report, to the extent of matters based on his information in the form and context in which it appears.

Copper equivalent (CuEq) values are estimated on the basis of $CuEq = Cu\% + [10x Mo\%]$ i.e. copper metal @ US\$2/lb and molybdenum metal @ US\$20/lb. Adjustment factors to account for differences in relative metallurgical recoveries will depend upon the completion of definitive metallurgical testing. Metallurgical recoveries and net smelter returns are assumed to be 100%. **By-product metal values (i.e. gold, silver and rhenium) are not incorporated in the copper equivalent value.**

Drill samples were analysed by Intertek Group Laboratories, Jakarta, Indonesia and by Genalysis Intertek Laboratories, Perth, Western Australia.

For further information on the Project and the resources contained therein, please refer to the Company's Canadian NI 43-101 and Australian JORC compliant technical report "Yandera Copper Project, Madang Province, Papua New Guinea" (dated January 2009) which is available on the Company's website and at the (Canadian) SEDAR website.

It should be noted that the Memorandum of Understanding between Marengo and NFC referred to in this report is non-binding and that no party is under any obligation to proceed. Accordingly, there is no certainty that a transaction will proceed.

It should be noted that the Investment and Co-operation Agreement between Marengo and Petromin, referred to in this report is non-binding on Petromin and that Petromin is not under any obligation to proceed. Accordingly, there is no certainty that a transaction will proceed.