

OCTOBER
2007 Investor Presentation



MEDUSA

CORPORATE PROFILE



- Philippine experienced, low cost producer;
- Robust resource base of 713,000 ounces at 10.9 g/t gold, target - 1 million ounces at the Co-O Mine;
- Probable reserves at Co-O of 256,000 ounces @ 11.1 g/t gold;
- Increase from planned 40,000 ounces/year to target 100,000 ounces/year from multiple mines;
- Upside: seven potential porphyry targets, bulk gold targets.

CAPITAL STRUCTURE (AS AT 31 AUGUST 2007)



LISTINGS:

- ASX - Dec 2003
- Frankfurt - Sep 2006
- AIM - Nov 2006

CAPITAL STRUCTURE:

- 142,037,548 shares
- 13,821,446 unlisted options

SHAREHOLDER INFORMATION:

❖ Top 20	71.92%
➤ Citicorp Nominee	14.36%
➤ Gallagher Holdings	12.32%
➤ Advance Concepts	10.28%
➤ Forty Traders	6.25%
➤ Yandal Investment	4.51%
➤ Pershing Keen	4.29%

Co-O RESOURCES AND RESERVES



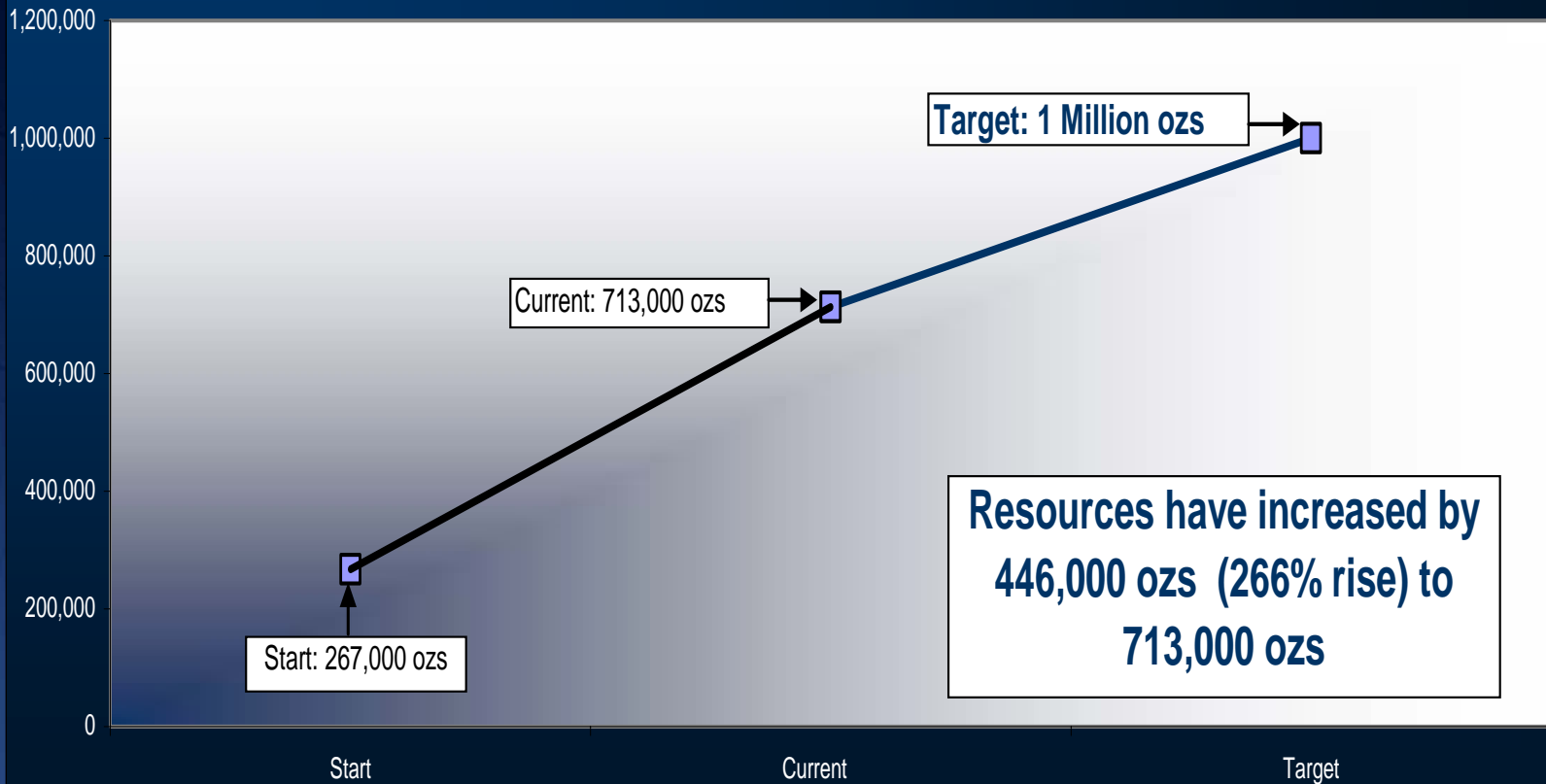
CATEGORY	TONNES	GRADE	OUNCES
<u>RESOURCES</u>			
Indicated resources	928,000	12.6	377,000
Inferred resources	1,106,000	9.5	336,000
Total Resources	2,034,000	10.9	713,000
<u>RESERVES</u>			
Total Probable Reserves	717,000	11.1	256,000

Note: Resources include reserves

Co-O RESOURCE GROWTH



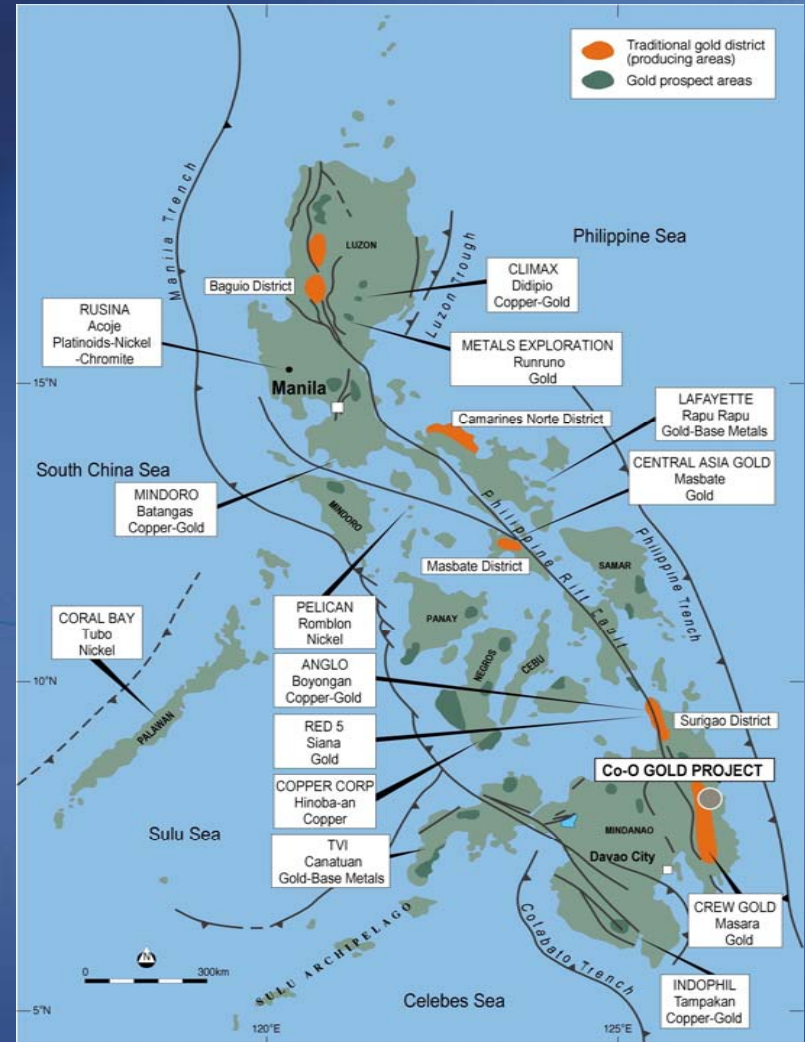
Resources Ounces



PHILIPPINES MINING INVESTMENTS

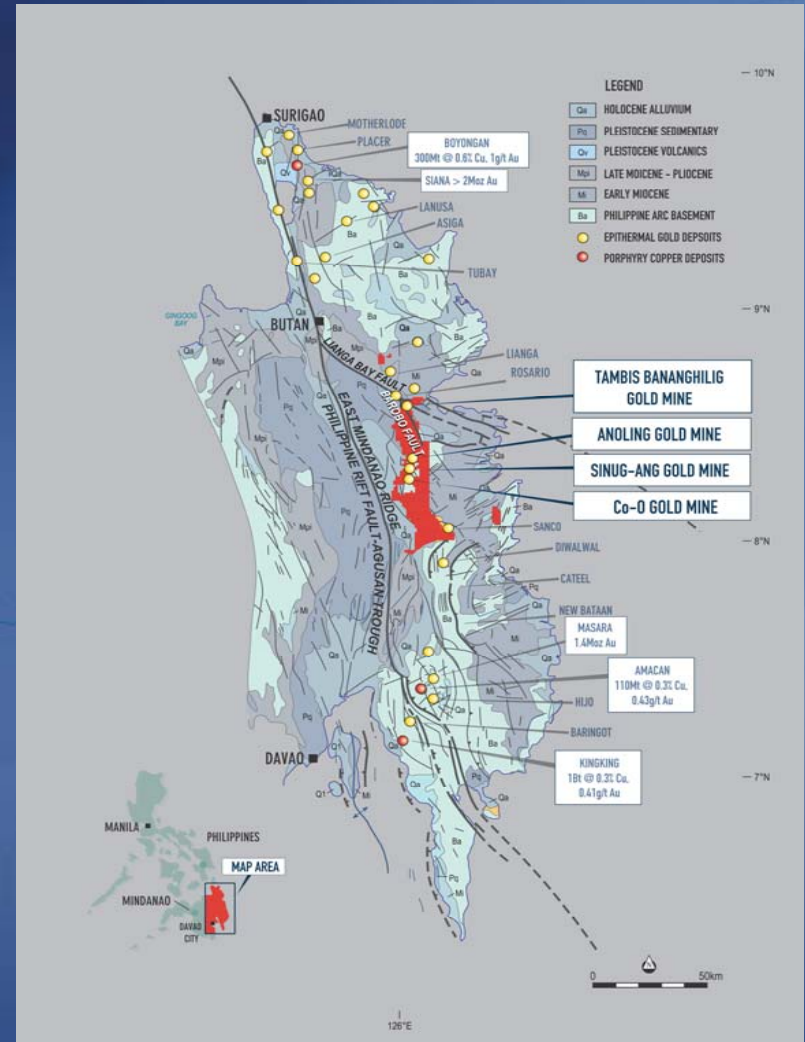


- Government support to revitalise mining;
- Increasing foreign investment;
- New projects commenced production;
- Projects in feasibility studies.



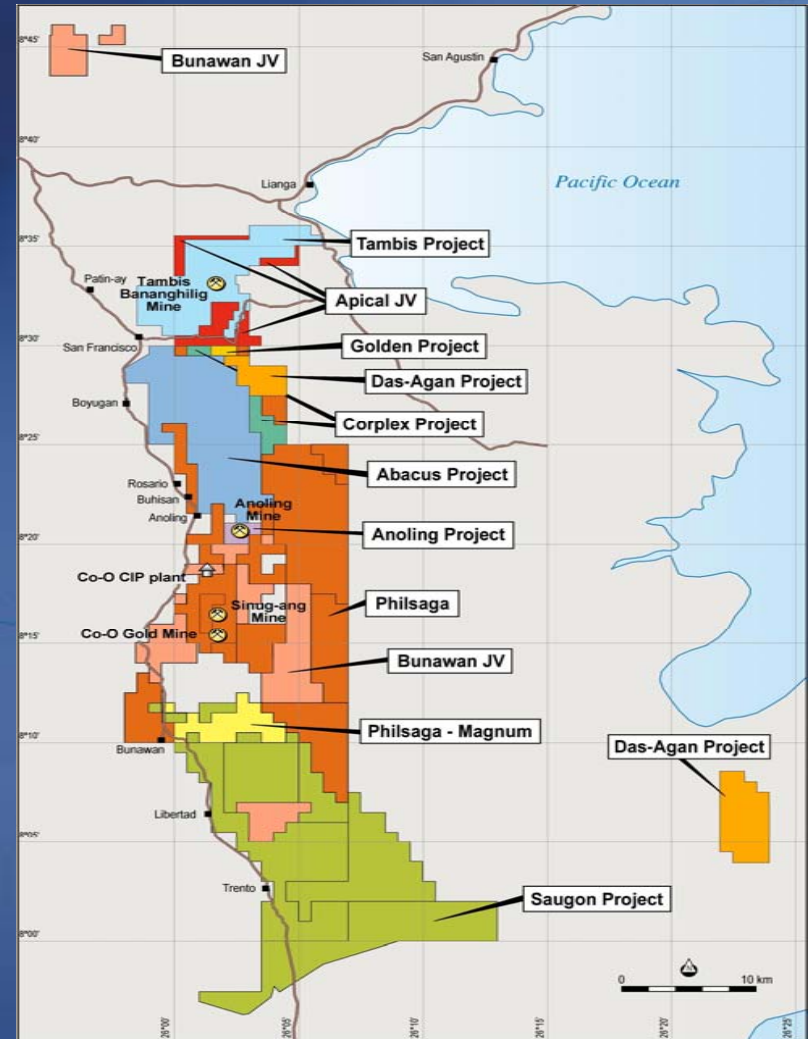
REGIONAL SETTING

- East Mindanao Ridge - richly endowed;
- World class deposits;
- Gold & copper-gold;
- Long mining history;
- Major recent discoveries.

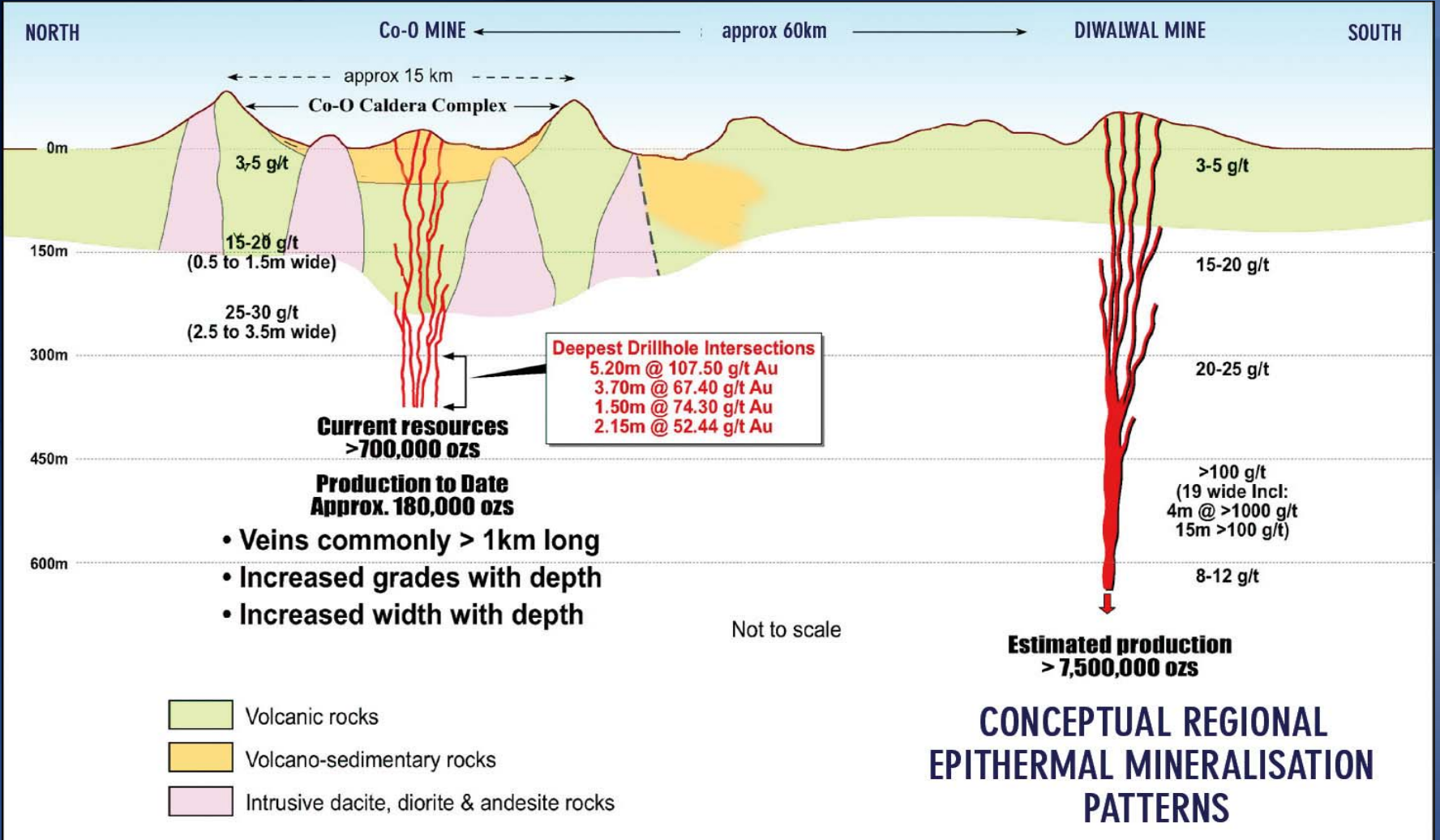


TENEMENTS

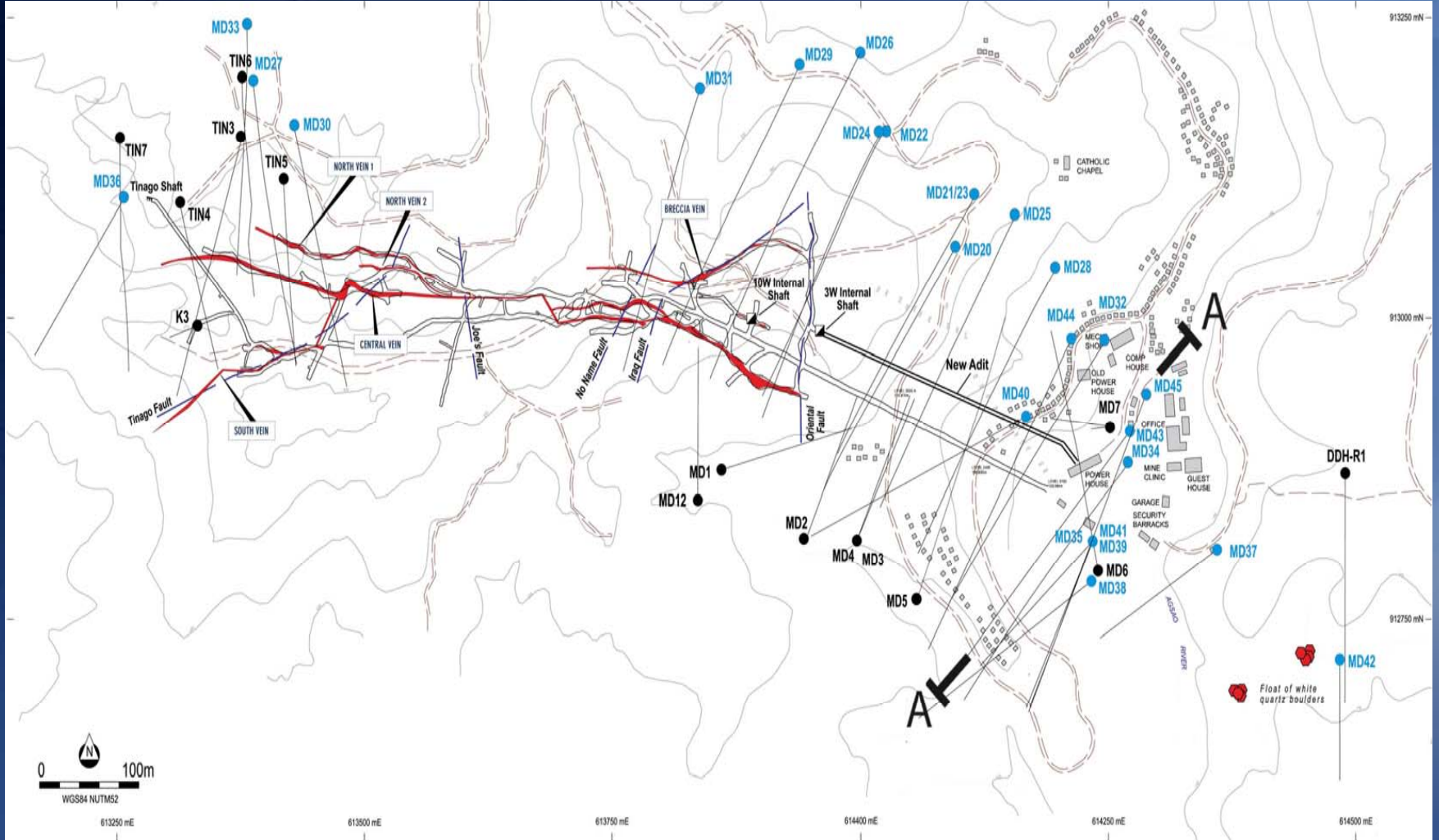
- Dominant land position;
- Area >800 km²;
- Over 70 km of strike length.



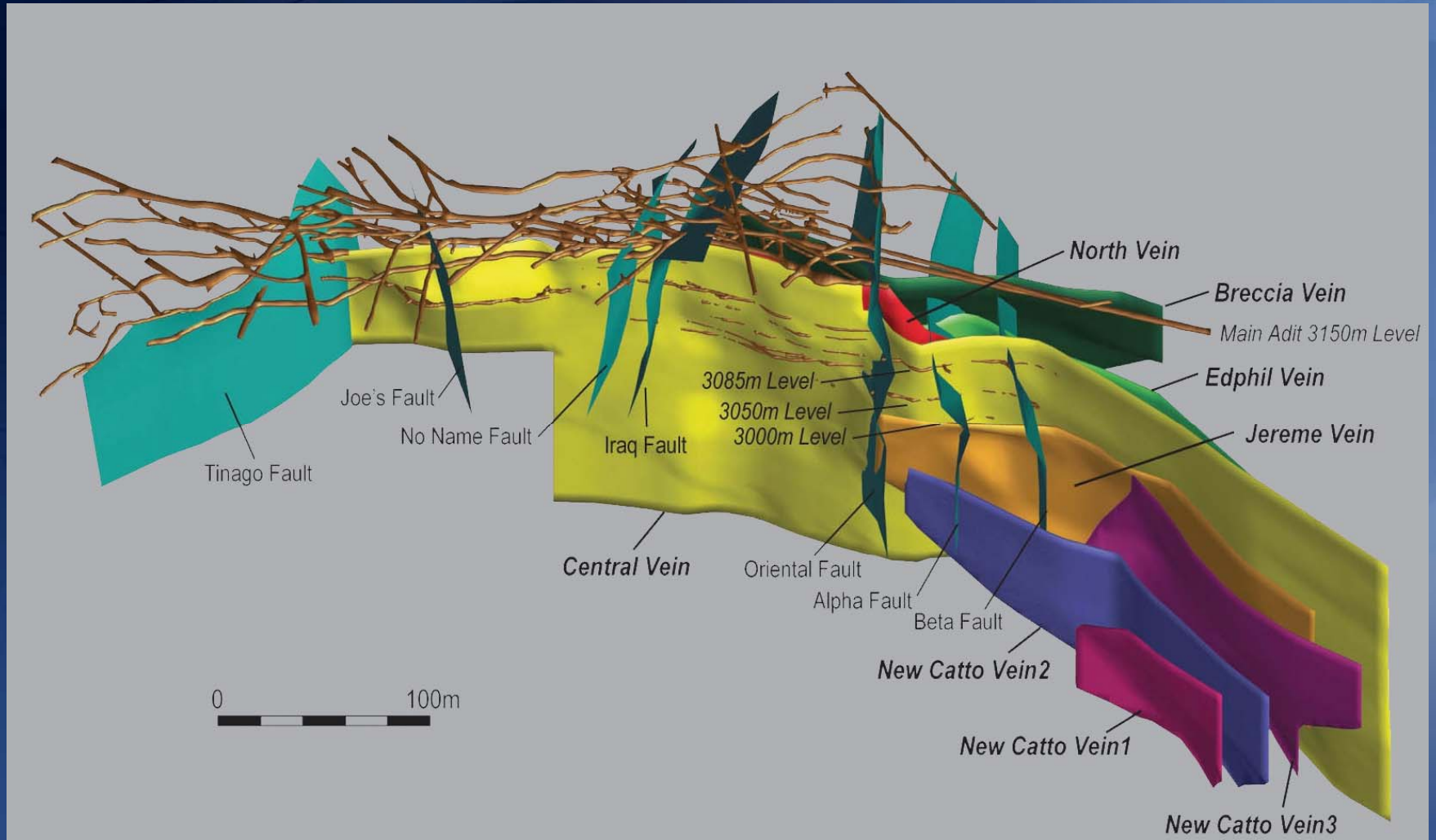
CONCEPTUAL MODEL



Co-O MINE SURFACE MAP



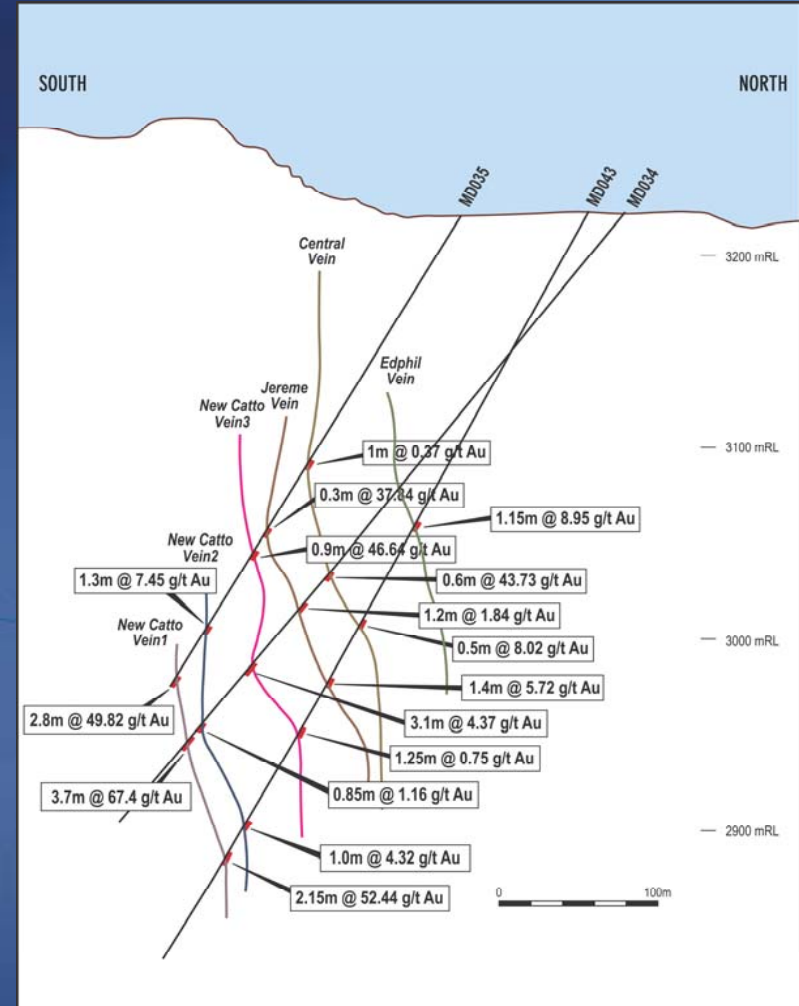
Co-O MINE 3D VEIN MODEL





Co-O MINE CROSS SECTION

- Excellent vertical and horizontal continuity;
- Open at depth;
- Open along strike;
- New Catto Veins 1 and 3 have exceptional resource grades of 54 g/t and 48 g/t gold respectively.



Cross-section A-A' eastern side of Oriental Fault

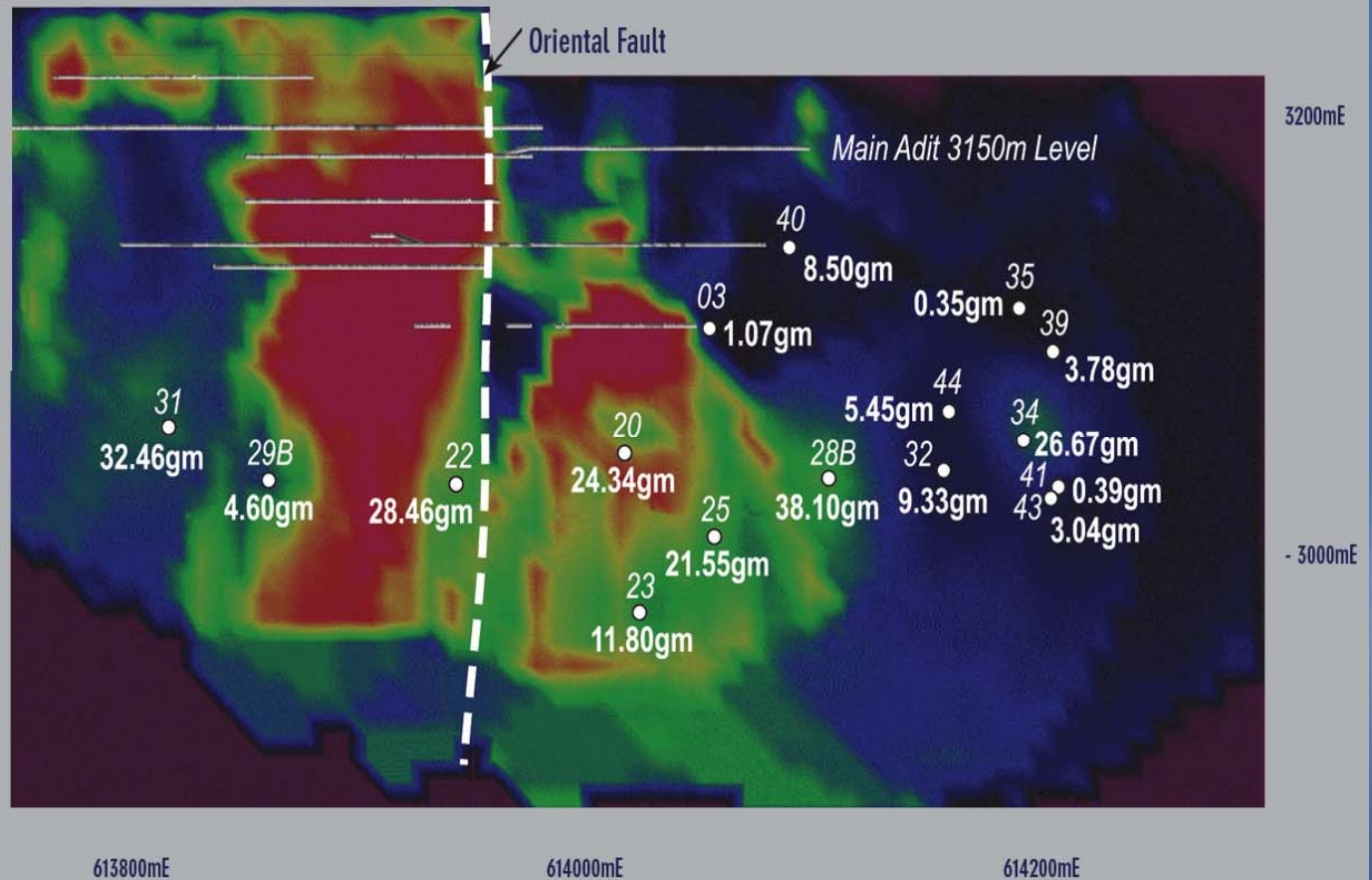
Co-O CENTRAL VEIN LONG SECTION



Legend CENTRAL VEIN
Grams/metre contours Au

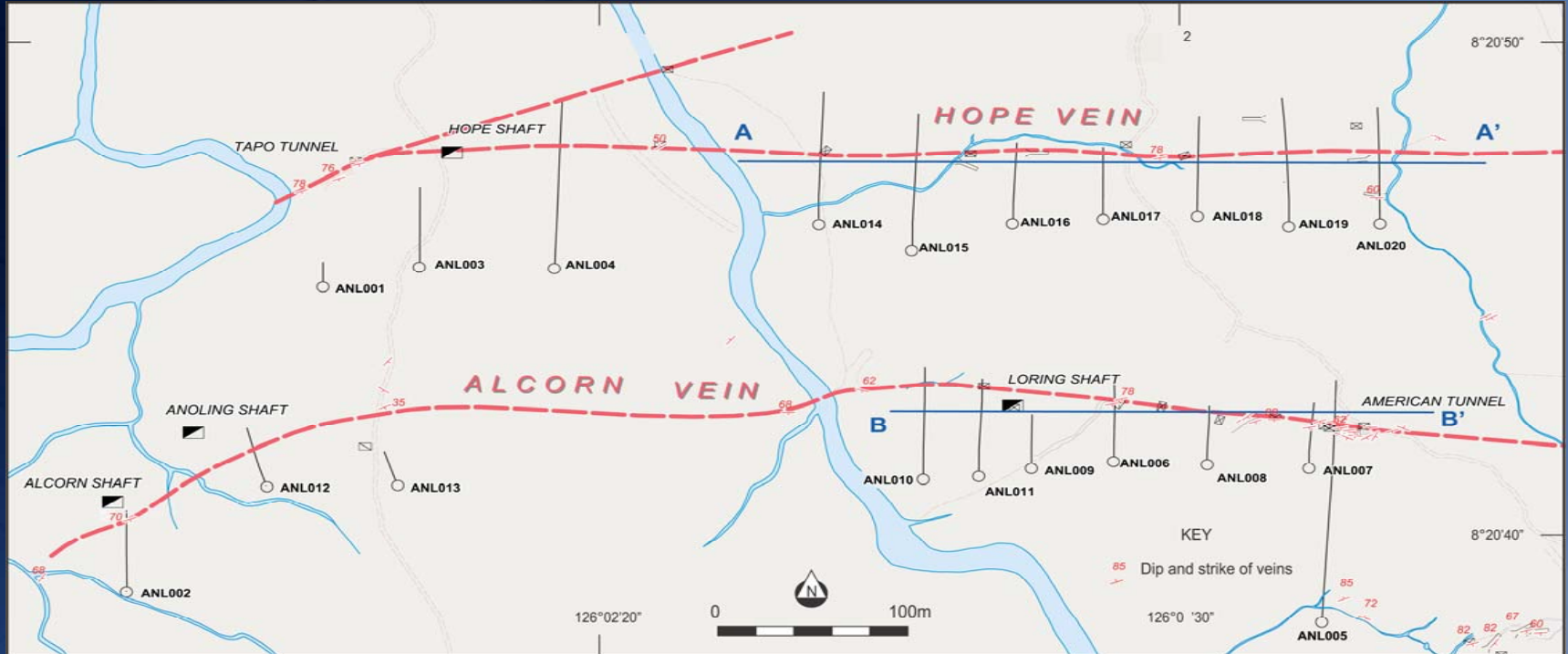
Black 0 - 10
Blue 10 - 20
Green 20 - 30
Yellow 30 - 40
Red 40 - 60
Magenta > 60

Drill hole Prefixed
MIDO
Pierce Point
grams/metre Au



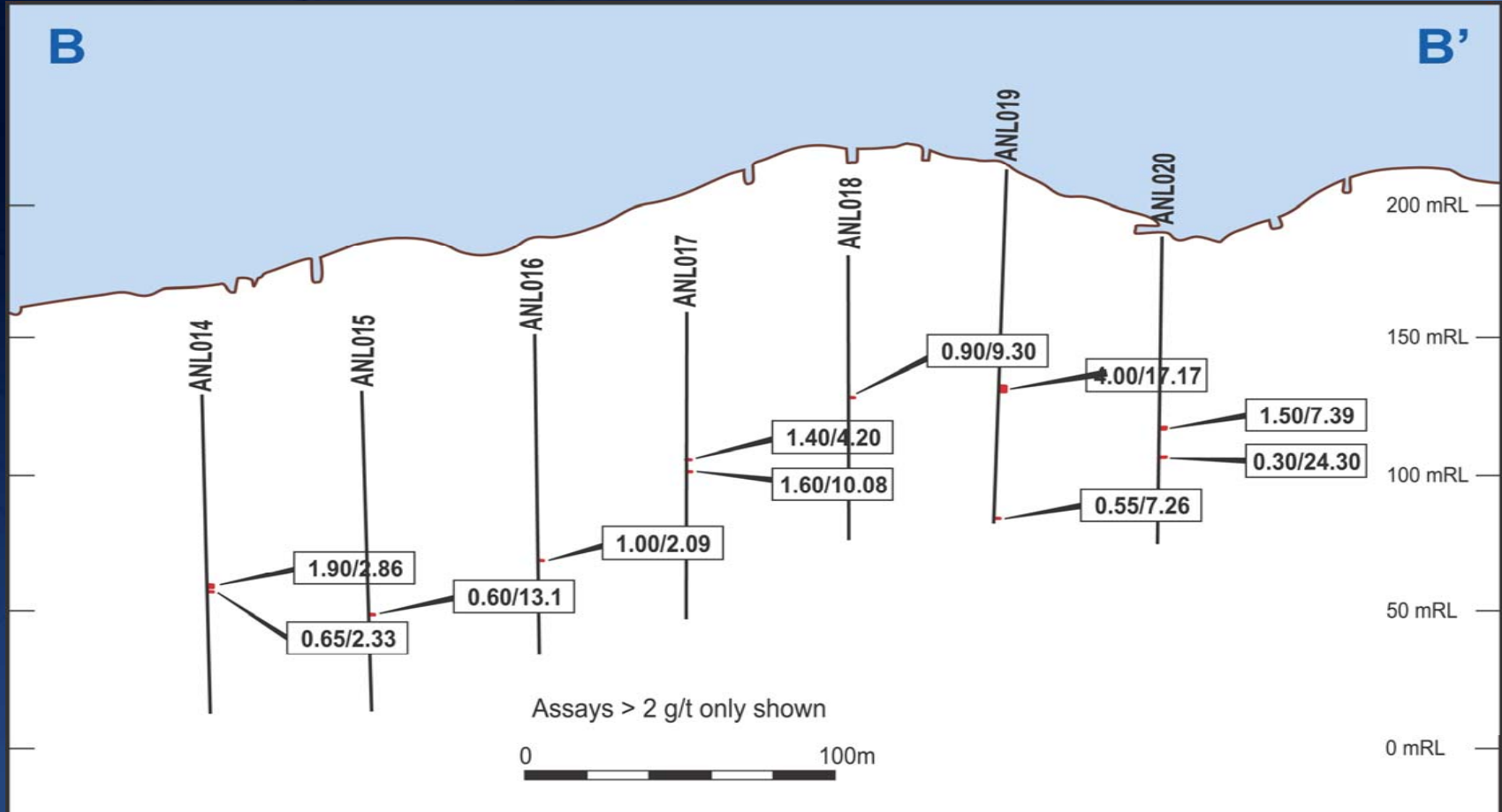
0 200m

ANOLING SURFACE MAP



- Veins extend to east for >1km;
- Multiple pods of mineralisation expected;
- Multiple shafts anticipated.

ANOLING HOPE VEIN

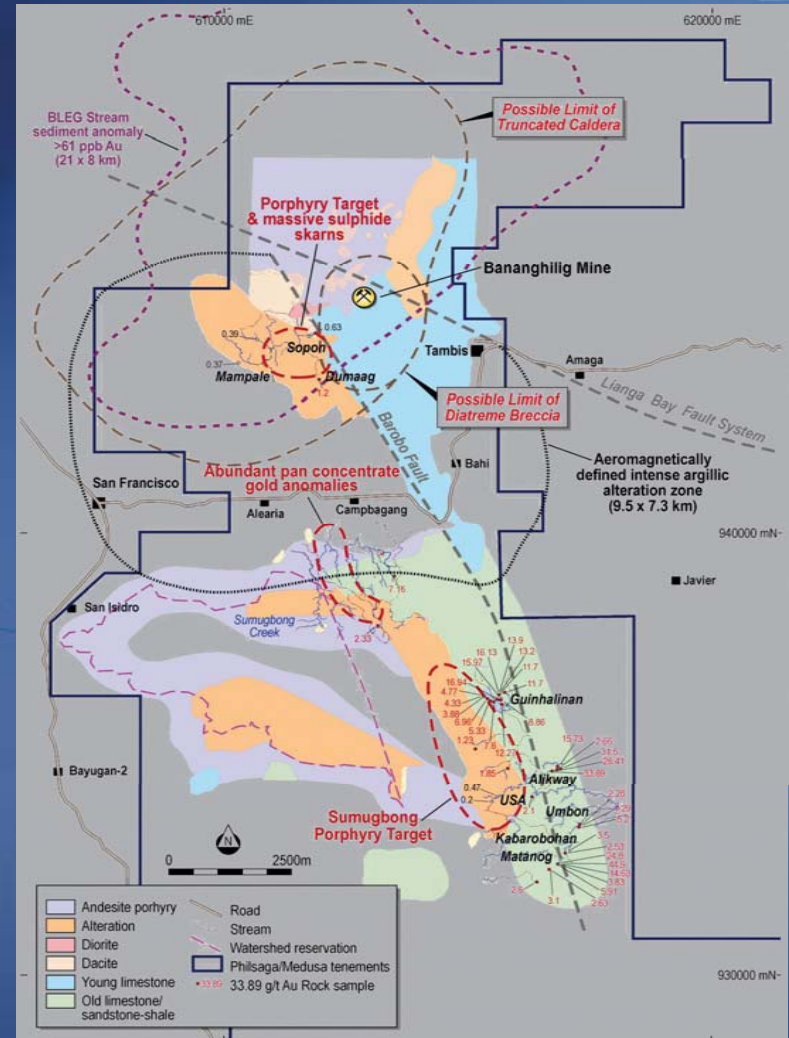


➤ Underground exploration underway.

TAMBIS-BAROBO REGION



- Favourable volcanic and structural setting;
- Extensive intense alteration zone;
- 16 km long gold mineralised Barobo Corridor;
- Numerous gold targets;
- Porphyry copper-gold targets.



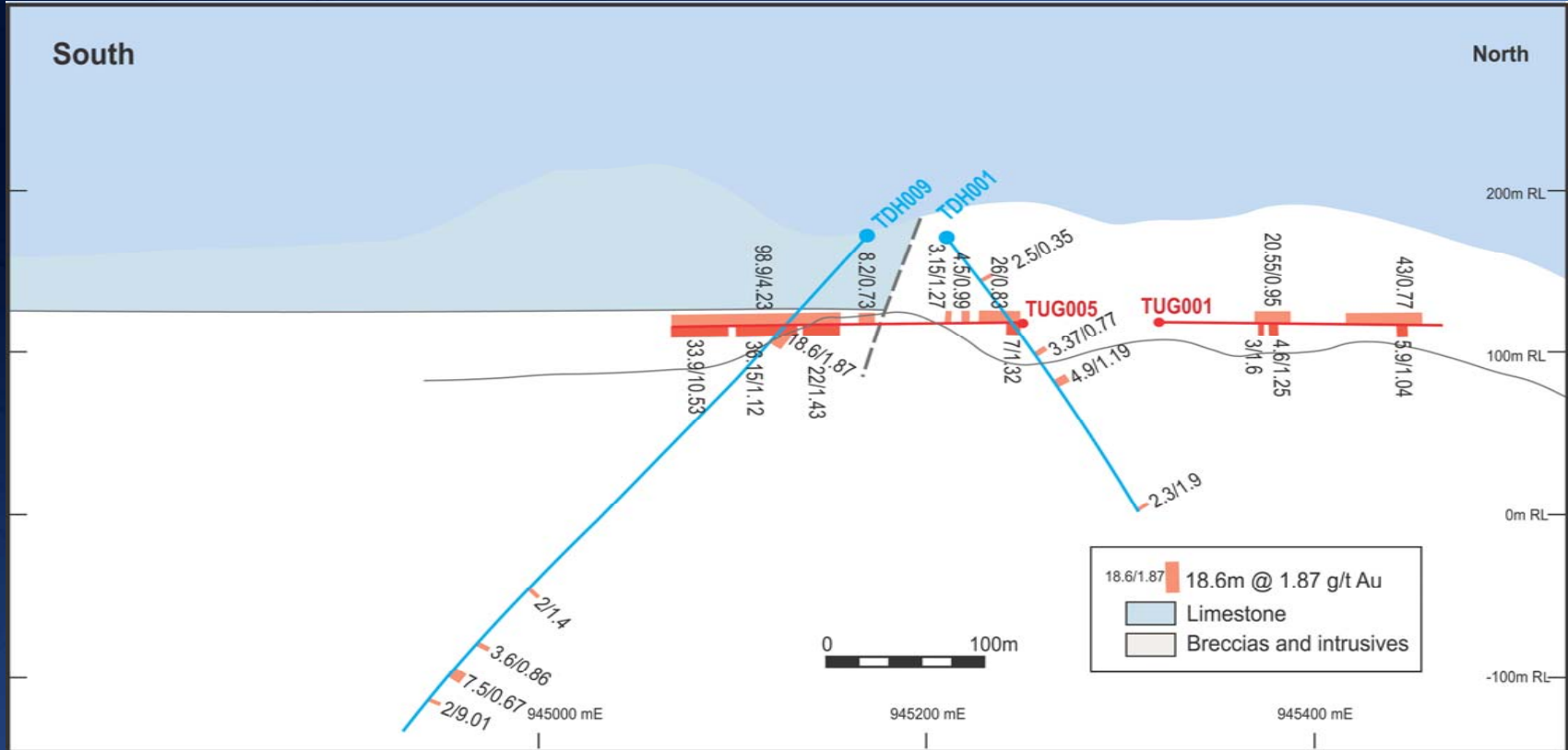
TAMBIS-BANANGHILIG



- Potentially large volumes of moderate grade mineralisation;
- Discovery of new “blanket” style mineralisation;
- Vein style potential still high.



TAMBIS-BANANGHILIG CROSS-SECTION



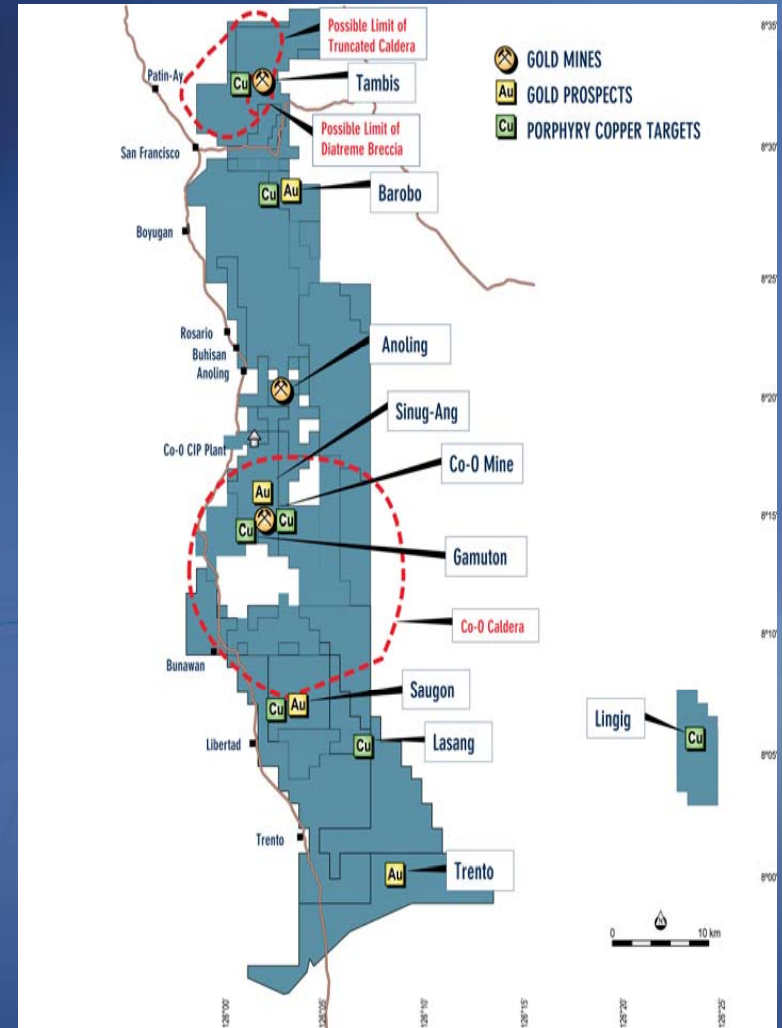
- “Blanket” style mineralisation under limestone;
- Disseminated mineralisation in volcanics.



EXPLORATION POTENTIAL

POTENTIAL FOR:

- Multiple high grade vein targets;
- Seven porphyry copper-gold targets (Lingig 1 hole only - 150m @ 0.4% Cu to EOH);
- Sediment hosted gold targets.



WHY MEDUSA?



- High margin, low cost and un-hedged producer;
- Expanding production profile;
- Expanding resource base;
- Large contiguous tenement holding;
- Excellent exploration upside:
 - high grade vein deposits;
 - disseminated gold deposits; and
 - porphyry copper-gold deposits.

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