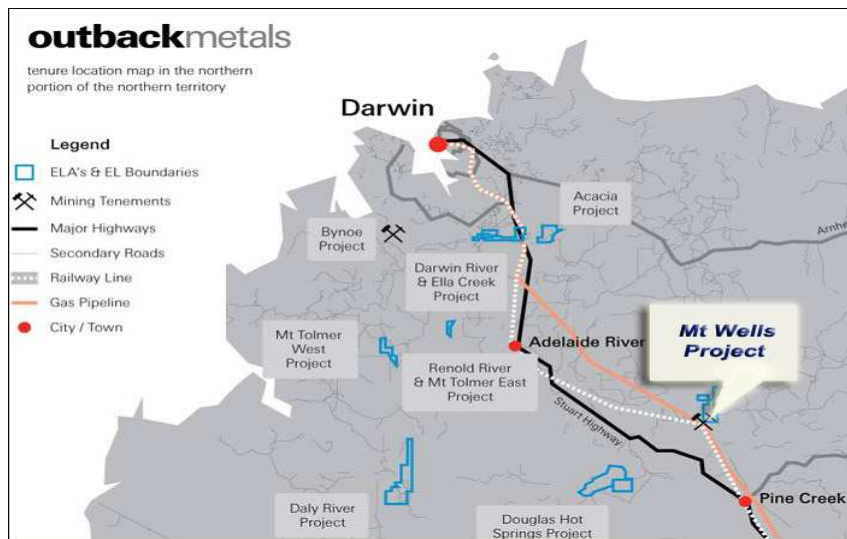


Thursday, 29 January 2009
ASX/ MEDIA RELEASE

ENCOURAGING DRILLING RESULTS FROM MT WELLS TIN AND COPPER PROJECT, NORTHERN TERRITORY.



Mineral exploration company, Outback Metals Limited (ASX: OUM) is pleased to announce the first batch of assay results from the recently completed drilling program at the Mt Wells tin and copper Project located 200kms south of Darwin in the Northern Territory. These results include Tin, Copper, Wolfram and Gold.

Mt Wells

The drilling program included the twinning (drilled parallel to) of previously drilled exploration holes and testing of the extensions to the north of the main lode. The results to date have provided good correlation to the previously drilled exploration holes and may be included in determining a JORC compliant resource for Mt Wells. The resource estimate work has commenced and completion of the geological model is expected in the first quarter of 2009. Historical estimates have previously been published for Mt Wells in Outback



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Metal's Prospectus which is available on our website at www.outbackmetals.com.

Overall the assay results have been very encouraging and the highlights include:

Tin (Sn)

NWRC09B	793674	8505812	70	105	66	69	3	7.13
		<i>including</i>			66	67	1	10.44
		<i>including</i>			67	68	1	10.60
		<i>including</i>			68	69	1	0.35

Copper (Cu)

NWRC25	793775	8505774			48	53	5	6.53
		<i>including</i>			48	49	1	0.54
		<i>including</i>			49	50	1	1.99
		<i>including</i>			50	51	1	14.73
		<i>including</i>			51	52	1	8.97
		<i>including</i>			52	53	1	6.42

Wolfram (W)

NWRC11	793667	8505639			105	107	2	1.47
		<i>including</i>			105	106	1	2.81
		<i>including</i>			106	107	1	0.12

Gold (Au)

NWRC02	793763	8505687	70	260	4	5	1	4.97
NWRC21	793667	8505634			58	62	4	2.01
		<i>including</i>			58	59	1	0.33
		<i>including</i>			59	60	1	3.42
		<i>including</i>			60	61	1	3.41

The attached table provides additional information in relation to the overall assay results received to date.

Mt Wells is located on a substantially elevated hill containing en-echelon lodes of tin and copper ore. The elevated nature of the ore bodies should assist in economical disposal of overburden and waste in adjacent valleys for any future open pit operations.

These lodes are essentially tension-fill veins, striking 015-025, dipping 75-85° east and have a strike length up to 1km. The host rocks are siltstone and



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greywacke of the Burrell Creek Formation, which form a north trending anticline. The width of the individual lodes average 2 metres, (0.5m - 5m), arranged in an en-echelon pattern. Contacts with the host rock are sharp and there is no evidence of displacement or movement. Lode occurring near the contact is brecciated and the branching of lodes into 3 or 4 narrow veins is common.

Cassiterite occurs as single coarse crystals or as aggregates along the hanging wall of most lodes. The coarseness of the tin mineralisation within the quartz lode combined with its erratic distribution contributes to an inherent spotty nature of the mineralisation. This produces a high-nugget effect induced contrast between adjacent lode sample assay results of near zero to several percent tin respectively.

The fundamentals of the tin commodity remain strong and to provide some perspective 1% tin equates to 4.07g/t gold applying the parameters in the table below:

Tin price per lb (US\$)*	US\$5.3297
Tin price per tonne (US\$)	US\$11,750.12
Exchange Rate**	0.6633
Tin price per tonne (A\$)	A\$17,714.63
1% tin equates to	A\$177.14
Gold price per Oz*	A\$1,353.08
Gold equivalent	4.07g/t

*Source www.metalprices.com

** Source www.rba.gov.au

In commenting on the drilling results, Chris Jordinson, CEO of Outback Metals said,

“The results from the drilling program have been very encouraging and the program objective of twinning historical exploration drilling, by all accounts, appears to have been satisfactorily achieved. We are looking forward to completing the geological model and announcing a resource estimate in the very near future.”



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About Outback Metals Limited

Outback Metals holds 7 granted exploration tenements totalling over 1,600km² and 10 applications for exploration licences for over 2,000km². The company also has 40 mining leases and mining claims, where previous miners have mined and produced saleable metal in the form of concentrate. Its primary target is tin with secondary targets including gold, uranium and copper.

Outback Metals' objective is to reach production by 2010 from two advanced projects, Mt Wells and Maranboy, both with a history of small scale mining over many years. These projects have excellent access to infrastructure including bitumen and all weather roads, rail, power, water and gas.

The immediate priorities are to commence drilling with a view to estimating resources at both projects and to commence to a scoping and final feasibility study.

For more information please visit the website at: www.outbackmetals.com

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RC DRILLING PROGRAMME - ASSAY RESULTS

DHID	Easting (MGA94)	Northing (MGA94)	Dip	Azimuth (MGA94)	From (m)	To (m)	Interval (m)	Sn%	Cu%	W%	Au g/t
NWRC01	793717	8505667	-60	285	26	28	2	0.42			
		<i>including</i>			26	27	1	0.26			
		<i>including</i>			27	28	1	0.57			
NWRC01	793675	8505671			96	97	1	0.42			
NWRC02	793763	8505687	70	260	4	5	1				4.97
NWRC02	793752	8505685			35	37	2	1.98			
		<i>including</i>			35	36	1	1.10			
		<i>including</i>			36	37	1	2.85			
NWRC02	793747	8505683			46	47	1	0.34			
NWRC03	793653	8505719	65	265	41	42	1	1.23			
NWRC04	793731	8505706	-60	260	43	49	6	0.49			
		<i>including</i>			43	46	3	0.61			
		<i>including</i>			46	49	3	0.37			
NWRC04	793724	8505706			55	58	3			0.25	
NWRC05	793782	8505709	-60	285	27	28	1		0.55		
NWRC05	793760	8505710			64	70	6	0.75	0.42		
		<i>including</i>			64	67	3	0.31	0.14		
		<i>including</i>			67	70	3	1.19	0.69		
NWRC05	793747	8505710			86	87	1		0.45		
NWRC05	793744	8505709			90	93	3		0.47		
NWRC05	793740	8505709			97	99	2	0.53	1.16		
		<i>including</i>			97	98	1	0.97	1.24		
		<i>including</i>			98	99	1	0.09	1.07		
NWRC06	793670	8505833	70	285	58	59	1	0.33			
NWRC06	793655	8505833			87	90	3	0.25			
NWRC06	793652	8505833			93	94	1	0.39			

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DHID	Easting (MGA94)	Northing (MGA94)	Dip	Azimuth (MGA94)	From (m)	To (m)	Interval (m)	Sn%	Cu%	W%	Au g/t		
NWRC07	793682	8505801	-60	280	13	17	4	1.72					
NWRC07	793639	8505808			101	104	3		0.94				
NWRC08	793667	8505786	-60	110	46	48	2	1.57			0.43		
NWRC08	793675	8505784			60	63	3	0.38					
NWRC08	793683	8505781			78	79	1	2.15					
NWRC08	793684	8505780			80	81	1				0.39		
NWRC08	793686	8505780			83	85	2	0.24	0.35				
NWRC08	793689	8505779			88	89	1		0.59				
NWRC09B	793674	8505812	70	105	66	69	3	7.13					
NWRC09B	793676	8505811			73	74	1	0.84					
NWRC09B	793680	8505811			82	83	1		1.00				
NWRC09B	793681	8505810			85	87	2		0.91	0.26			
NWRC10	793625	8505637	-60	265	33	34	1	0.56					



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DHID	Easting (MGA94)	Northing (MGA94)	Dip	Azimuth (MGA94)	From (m)	To (m)	Interval (m)	Sn%	Cu%	W%	Au g/t
NWRC11	793628	8505646	-60	105	36	37	1	0.37			
NWRC11	793639	8505644			57	58	1	0.44			
NWRC11	793650	8505642			77	78	1			0.41	
NWRC11	793667	8505639			105	107	2			1.47	0.38
		<i>including</i>			105	106	1			2.81	0.28
		<i>including</i>			106	107	1			0.12	0.47
NWRC14	793702	8505764	-60	290	18	21	3				0.90
NWRC14	793689	8505767			42	43	1		0.42		
NWRC14	793688	8505767			44	45	1			0.58	
NWRC14	793684	8505768			51	55	4	1.16	0.63		0.74
		<i>including</i>			51	52	1	0.01	0.89		0.01
		<i>including</i>			52	53	1	0.02	1.47		0.05
		<i>including</i>			53	54	1	2.51	0.08		1.70
		<i>including</i>			54	55	1	2.09	0.08		1.20
NWRC15	793744	8505750	-60	280	0	3	3	0.30			
NWRC15	793742	8505751			6	8	2	0.50			
NWRC15	793740	8505751			9	10	1			0.95	0.41
NWRC15	793733	8505752			22	25	3	0.41			
NWRC18	793818	8505743	-60	235	59	60	1		0.61	1.16	
NWRC20	793599	8505609	-60	105	8	9	1	0.35			
NWRC21	793641	8505641	-60	105	7	8	1	0.55			
NWRC21	793653	8505638			31	32	1			0.32	
NWRC21	793660	8505636			44	47	3				1.80
		<i>including</i>			44	45	1				0.38
		<i>including</i>			45	46	1				3.70
		<i>including</i>			46	47	1				1.33
NWRC21	793665	8505635			54	55	1	0.31			
NWRC21	793667	8505634			58	62	4				2.01
		<i>including</i>			58	59	1				0.33
		<i>including</i>			59	60	1				3.42
		<i>including</i>			60	61	1				3.41



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DHID	Easting (MGA94)	Northing (MGA94)	Dip	Azimuth (MGA94)	From (m)	To (m)	Interval (m)	Sn%	Cu%	W%	Au g/t
NWRC21	793673	8505633				61	62				0.89
					<i>including</i>	69	72	1			0.32
NWRC22	793718	8505820	-60	285	6	7	1	0.90			
NWRC22	793699	8505823			41	42	1	0.28			
NWRC22	793697	8505823			44	45	1	0.52			
NWRC22	793695	8505824			49	50	1	0.26			
NWRC22	793691	8505824			56	57	1		0.88		
NWRC22	793689	8505824			58	59	1	0.25			
NWRC22	793688	8505824			60	62	2	0.37			
		<i>including</i>			60	61	1	0.34			
		<i>including</i>			61	62	1	0.39	0.33		
NWRC23	793579	8505615	-60	285	21	22	1	0.97			
NWRC24	793747	8505786	-60	280	25	26	1		3.71		
NWRC24	793746	8505786			27	28	1		0.45		
NWRC24	793745	8505786			29	31	2		0.45		
		<i>including</i>			29	30	1		0.48		
		<i>including</i>			30	31	1		0.41		0.41
NWRC24	793741	8505787			37	38	1		0.36		0.31
NWRC24	793739	8505787			41	44	3		0.43		
NWRC25	793791	8505772	-60	280	16	19	3	0.33			
NWRC25	793786	8505772			25	28	3	0.98			
NWRC25	793777	8505774			43	47	4	0.27			
NWRC25	793775	8505774			48	53	5		6.53		
		<i>including</i>			48	49	1		0.54		
		<i>including</i>			49	50	1		1.99		
		<i>including</i>			50	51	1	0.25	14.73		
		<i>including</i>			51	52	1		8.97		
		<i>including</i>			52	53	1		6.42		
NWRC26	793622	8505738	-60	105	18	19	1			0.67	
NWRC26	793654	8505733			73	74	1	0.37			



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DHID	Easting (MGA94)	Northing (MGA94)	Dip	Azimuth (MGA94)	From (m)	To (m)	Interval (m)	Sn%	Cu%	W%	Au g/t
NWRC27	793646	8505666	-60	105	14	15	1			0.39	
NWRC27	793684	8505660			86	87	1	0.39			
NWRC28	793674	8505618	-60	105	35	37	2	0.81			0.29
		<i>including</i>			35	36	1	0.30			0.53
		<i>including</i>			36	37	1	1.31			0.04
NWRC28	793677	8505617			42	43	1				0.35
NWRC28	793685	8505615			59	60	1	0.83			
NWRC29	793668	8505827	-60	105	77	78	1	1.00			
NWRC30	793638	8505732	-60	105	15	16	1	0.38			
NWRC30	793644	8505731			27	28	1	0.43			
NWRC30	793654	8505729			46	47	1	0.30			0.31
NWRC31	793699	8505673	-60	105	58	59	1	0.32			
NWRC31	793700	8505672			60	63	3	0.48			
		<i>including</i>			60	61	1	0.55			
		<i>including</i>			61	62	1	0.64			
		<i>including</i>			62	63	1	0.25			
NWRC31	793721	8505665			97	98	1	0.32			
NWRC32	793694	8505802	-60	280	45	48	3	0.30	0.48		
		<i>including</i>			45	46	1	0.18	0.40		
		<i>including</i>			46	47	1	0.16	0.47		
		<i>including</i>			47	48	1	0.57	0.58		
NWRC32	793685	8505801			60	61	1	0.39			
NWRC32	793684	8505801			62	64	2	0.24	2.48		
		<i>including</i>			62	63	1	0.45	3.93		
		<i>including</i>			63	64	1	0.02	1.02		
NWRC33	793922	8505803	-60	285	62	63	1			1.13	



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DHID	Easting (MGA94)	Northing (MGA94)	Dip	Azimuth (MGA94)	From (m)	To (m)	Interval (m)	Sn%	Cu%	W%	Au g/t
NWRC34	793772	8505776	-60	285	10	11	1	0.50			
NWRC34	793766	8505778			22	23	1		5.65		
NWRC34	793764	8505778			24	25	1	1.15			
NWRC34	793763	8505778			27	28	1		0.40		
NWRC34	793761	8505778			29	38	9		2.70		
		<i>including</i>			29	30	1		0.48		
		<i>including</i>			30	31	1		0.71		
		<i>including</i>			31	32	1		0.82		
		<i>including</i>			32	33	1		4.79		
		<i>including</i>			33	34	1		12.01		
		<i>including</i>			34	35	1		0.54		
		<i>including</i>			35	36	1		2.16		
		<i>including</i>			36	37	1		1.87		
		<i>including</i>			37	38	1		0.95		
NWRC34	793755	8505779			40	41	1		0.47		
NWRC34	793754	8505780			41	44	3		0.46		

The information in this report that relates to Exploration Results is based on information compiled by Mr. James McIlwraith, who is a Member of The Australian Institute of Mining and Metallurgy. Mr James McIlwraith is employed by Outback Metals Limited. Mr James McIlwraith 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 "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves." Mr James McIlwraith consents to the inclusion in the presentation of the matters based on his information in the form and context in which it appears.