



GULF MINES LIMITED

ASX ANNOUNCEMENT

14 July 2008

Drilling to Commence on Major Copper Targets

Registered Office: 41 Cavendish St
PO Box 92
Earlville Qld 4870
Phone: 07 4033 1805
Fax : 07 4033 6415
Email: info@gulfmines.com.au

Gulf Mines Limited (ASX:GLM) are pleased to advise that the drill rig has arrived on site at GLM's Wollogorang Copper Project in the NT.

Drilling will now commence in an up to 10,000 m program on highly prospective Copper targets.

The first prospect to be drilled will be the major magnetic target lying beneath Masterton Ridge:

- The Masterton Ridge target is defined by a circular magnetic low approximately 1.7 Km in diameter
- GLM's additional ground geophysics over Masterton Ridge have confirmed the presence of conductors below the Masterton Ridge formation in the Gold Creek Volcanics and possibly even lower in the Wollogorang Formation
- High-grade Copper mineralization at Red Bank, just south of Masterton Ridge, is contained within breccia pipes defined by similar circular magnetic anomalies that are only approximately 150 m in diameter
- Red Bank Mines Ltd (ASX:RBM) recently returned high-grade Copper assays from their drilling programme (generally >5.0% Cu and including 44 m at 7.1% Cu from 5 m down hole)
- RBM conducted their drilling programme largely in the supergene zone and above the Wollogorang Formation (These results have been previously re-announced by GLM)

GLM's Managing Director Graham Reveleigh said "This multi-purpose deep-hole rig delivers Gulf Mines the capability to drill a suite of highly prospective targets for Copper, Zinc and Diamonds in areas that are also highly prospective for Uranium".

For further information contact Graham Reveleigh 07 4033 1805



Gulf Mines Limited is a rapidly developing junior exploration company with significant projects in the Northern Territory and Queensland for uranium, copper and zinc, gold and diamonds. The Company is focused on bringing the targets in these project areas to development by ground exploration and drilling as quickly as is technically possible. Gulf Mines will develop and mine resources it identifies "in house". The company will continue to acquire good quality exploration plays as they are identified.