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**AIM: JLP**  
**Jubilee Platinum Plc**  
**("Jubilee" or "the Company")**

### **Jubilee and TransAsia Minerals Limited Agree Joint Venture on Londokomanana and Itsindra Projects, Madagascar**

Jubilee announces that it has entered into a Project Agreement with TransAsia Minerals Limited ("TransAsia" or "TML") with regards to its Londokomanana (the Northern Permit area) and the Itsindra property ("Itsindra") - collectively "the Properties" - in Madagascar.

#### **Highlights**

- TML will expend an aggregate of US\$10,000,000 - US\$7,000,000 on Londokomanana and US\$3,000,000 on Itsindra - on exploration over a three-year period to acquire an undivided 51% interest in the Properties
- TML agrees to subscribe immediately for US\$1,000,000 worth of Jubilee shares equivalent to 481,000 Jubilee shares at £1.10 per share, the proceeds of which are pledged for exploration and also to advance immediately further cash of US\$1,000,000 for Londokomanana and Itsindra
- TransAsia dilutes to 1% equity stake in the Properties if it defaults on full funding requirements or elects not to continue funding the Properties
- Jubilee after being vested with 49% interest can elect to fund its position, sell its interest in the Properties, or dilute to 20% free carry to production
  - a. Jubilee will remain the operator of the Properties until completion of earn-in

Exploration on the Londokomanana property has included drilling, which intersected a 48 metre wide structure of nickel ("Ni") – copper ("Cu") mineralisation (as announced on 4 January 2006).

The Itsindra property is comprised of a large ultrabasic intrusive located 180 kilometres southwest of the capital Antananarivo. Previous work on the property has shown significant geophysics electromagnetic ("E-M") anomalies with a combined strike length in excess of 20 kilometres.

**Colin Bird**, Chief Executive Officer of Jubilee, said: "This agreement provides significant funding for our Madagascar exploration treasury without any significant dilution of our share register. Whilst the projects related to this agreement are early stage, both show good potential with Londokomanana having the benefit of drillhole intercepts. The Londokomanana property shows high nickel potential and we will retain the contiguous southern Lavatrafo permit area. TransAsia are an aggressive multi-commodity company group with ambitions for growth in nickel production. "

**Amon Aslanov** Chairman of TransAsia said, "This agreement is our first step into the African continent. We have identified the Jubilee projects in Madagascar as being highly prospective with good potential to become world class deposits. These fit very well into our strategy and we are confident that this agreement will help drive our ambition of growth and development. We look forward to working with Jubilee."

#### **About the Project Agreement:**

Jubilee and MRM Sarl ("MRM"), Jubilee's 85% owned Madagascan subsidiary, grant TransAsia the right to acquire undivided 51% interests in its Londokomanana and Itsindra properties for funding of an aggregate of US\$10,000,000 on exploration: US\$7,000,000 on Londokomanana and US\$3,000,000 on Itsindra over a period of three years.

TransAsia will, within 5 working days of the agreement becoming effective, subscribe for 481,000 Jubilee shares at £1.10 per share - equivalent to US\$1,000,000, the proceeds of which are pledged for initial exploration - and will also make immediate cash payments totalling US\$1,000,000. TransAsia will then hold 51% interests in the Properties and Jubilee will hold 49%. TransAsia will spend US\$500,000 on Itsindra during the initial twelve months of exploration as part of the aggregate US\$3,000,000 to be spent at this property.

TransAsia dilutes to 1% equity in the Properties if it elects not to continue funding in full its funding requirements or funding its position to exploitation of the Properties. In the case of Itsindra, TransAsia can elect, after expending US\$1,000,000, not to continue funding, in which case it will forfeit all its interest in that property.

Jubilee, after becoming vested with 49% interests in the Properties can elect either to fund its position, or dilute to 20% free carried interest, or sell its beneficial interest in the Properties with TransAsia having first right of refusal to acquire 19% at 50% discount to FMV (Fair Market Value) and the balance of 30% at FMV.

Jubilee will be the operator until completion of the earn-in. As operator, Jubilee will be entitled to use 7.5% of the exploration funds for general corporate and management expenses.

TransAsia will also be granted an option of first refusal in the event of a third party bona fide offer for MRM's southern Lavatrafo property (contiguous to Londokomanana) for a non-refundable option fee of US\$100,000.

MRM, is the legal owner of the Londokomanana and Itsindra properties. Jubilee has the legal right to buy back 10% of the local partner's 15% interest in MRM for US\$100,000 per percentage point.

#### **About TransAsia**

TML, a private company registered in the British Virgin Islands and with offices in Australia and Indonesia, is one of Indonesia's newest mining enterprises and part of the Indonesian based PT TransAsia Resources Group. Established in June 2004 with the acquisition of vast reserves of coking and steaming coal in Kalimantan, TML has expanded its operations to include iron ore and nickel. TML is developing large scale mining projects across the Indonesian archipelago and in Australia, incorporating various mineral deposits including bauxite and aluminium (Australia) and coking coal, iron ore projects and nickel (Indonesia) beginning with geological exploration through to mining operations. The company has been granted a range of government approvals including approval under Australia's Foreign Investment Review Board.

<http://www.transasiaminerals.com>

#### **About Londokomanana**

The Londokomanana property (exploration permit PR 5103) covers an area of 56 square kilometres and is located some 165km north of the capital Antananarivo. Exploration to date includes drilling in the central Antsahabe area, which intersected a 48 metre thick near surface, near vertical, mineralised structure grading 0.62%Ni and 0.13% Cu (as previously announced on 4 January 2006); soil sampling, which has delineated highly prospective "mineralised corridors" in the Mavoandro ultrabasic formation in the northern section of the property and archival research, which has uncovered a significant but untested airborne E-M anomaly in the north-eastern part of the property.

#### **About Itsindra**

The Itsindra property comprises of two licence areas (exploration permits PR 17783 and 14829) covering 194 square kilometres. It is located some 180 kilometres southwest of the capital Antananarivo. A previous geophysics survey of the areas has shown the occurrence of E-M anomalies over a combined strike length in excess of 20 kilometres.

The areas lie across or along part of the 790 Ma (million years) aged Itsindra basic/ultrabasic intrusive. The intrusive is believed to have formed probably in a continental arc setting in response to subduction of the Mozambique Ocean during a pan-African event and can therefore be compared to basic intrusives of the Alaskan or Peruvian/Ecuadorian type.

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