

12 September 2008

Company Announcements Office
Australian Securities Exchange
Level 5, 123 Eagle Street
BRISBANE QLD 4000

Appendix 4E
Financial Year Ending 30 June 2008

Cloncurry Metals Limited is pleased to provide its Preliminary Final Report for the year ended 30 June 2008 in the attached Appendix 4E. The audit is nearing completion and audited results will be announced by the end of September 2008.

Yours sincerely



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Cloncurry Metals Limited

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Cloncurry Metals Ltd
ABN 15 122 162 396

Appendix 4E
Preliminary Final Report

1 Reporting periods

Current period
Financial year ended
30 June 2008

Previous corresponding period
Financial year ended
30 June 2007 ¹

¹The comparative information is for the period from incorporation of the Company on 12 October 2006 to 30 June 2007.

2 Results for announcement to the market

2.1 Revenue from ordinary activities	No change	Nil
2.2 Loss from ordinary activities after tax attributable to members	Up	1,647% from \$28,495 to \$497,896.
2.3 Net loss for the period after tax attributable to members	Up	1,647% from \$28,495 to \$497,896.
2.4 Dividend No dividend has been declared or proposed.		
2.5 Recording date for dividend N/A		

2.6 Brief explanation of the figures in 2.1 to 2.4.

The principal activities of the Company during the financial period ending 30 June 2008 were to explore and evaluate its existing portfolio of exploration projects located in Queensland while seeking other opportunities in the region and elsewhere. The Company did not operate in the financial period to 30 June 2007, and listed on the ASX in October 2007.

The Company has grouped its exploration assets into three main project areas, as below:

- Pegmont Area Tenements
- South Cloncurry Tenements
- Burdekin Tenements

The total area of tenements held and in application is 4,100 km².

A drilling program commenced at the Pegmont Project in August 2007, managed by Pegmont Mines Ltd (NSX:PMI) pending completion of the IPO and listing of Cloncurry Metals. This program was successfully completed by 10 November 2007. In total 43 RC percussion holes, with 5 NQ diamond tales, were drilled for a total of 5,410m.

In November 2007 the Company signed a drilling contract for calendar 2008 involving at least 16,000m of drilling. The 2008 program was delayed, commencing in early June 2008. Seven holes were completed at Pegmont by the end of June 2008 for a total 1,479m of percussion and diamond drilling.

The Queensland Department of Mines and Energy (DME) approved the tenements EPM 15944, 15945 and 15948 in November 2007 and in December 2007 the DME approved the tenements EPM 15952, 15947 and 15971.

3 INCOME STATEMENT

	<i>Note</i>	2008 \$	2007 ¹ \$
Revenue		-	-
Cost of sales		-	-
Gross profit		-	-
Administrative expenses		(897,812)	(28,495)
Results from operating activities		(897,812)	(28,495)
Finance income	<i>8</i>	402,343	-
Finance expenses	<i>8</i>	(2,427)	-
Net finance income		399,916	-
Loss before income tax		(497,896)	(28,495)
Income tax expense	<i>9</i>	-	-
Loss for the period		(497,896)	(28,495)
Earnings per share:			
Basic earnings per share (AUD)	<i>16</i>	(1.05 cents)	(6.19 cents)

¹ The comparative information is for the period from incorporation of the Company on 12 October 2006 to 30 June 2007.

4 BALANCE SHEET

	<i>Note</i>	2008 \$	2007 \$
Assets			
Cash and cash equivalents	14a	7,027,153	50
Trade and other receivables	13	139,848	-
Prepayments		22,362	33,604
Total current assets		7,189,363	33,654
Exploration and evaluation	10	2,379,282	167,035
Property, plant and equipment	11	182,522	-
Total non-current assets		2,561,804	167,035
Total assets		9,751,167	200,689
Liabilities			
Trade and other payables	20	424,079	79,134
Finance lease liability	17	12,803	-
Employee benefits	18	7,237	-
Total current liabilities		444,119	79,134
Finance lease liability	17	40,947	-
Total non-current liabilities		40,947	-
Total liabilities		485,066	79,134
Net assets		9,266,101	121,555
Equity			
Share capital	15	9,638,964	150,050
Reserves	15	153,528	
Retained losses	15	(526,391)	(28,495)
Total equity		9,266,101	121,555

5 STATEMENTS OF CASH FLOWS

	<i>Note</i>	2008 \$	2007 ¹ \$
Cash flows from operating activities			
Cash paid to suppliers and employees		(814,576)	-
Interest paid	<i>8</i>	(2,427)	-
Net cash from operating activities	<i>14b</i>	(817,003)	-
Cash flows from investing activities			
Interest received		342,694	-
Acquisition of property, plant and equipment	<i>11</i>	(203,967)	-
Acquisition of exploration & development projects		(1,867,302)	-
Net cash from investing activities		(1,728,575)	-
Cash flows from financing activities			
Proceeds from issue of share capital	<i>15</i>	10,501,000	50
Payment of transaction costs	<i>15</i>	(979,667)	-
Proceeds from finance leases	<i>11</i>	61,161	-
Payment of finance lease liabilities	<i>17</i>	(9,813)	-
Net cash from financing activities		9,572,681	50
Net increase in cash and cash equivalents		7,027,103	50
Cash and cash equivalents at 1 July		50	-
Cash and cash equivalents at 30 June	<i>14a</i>	7,027,153	50

¹ The comparative information is for the period from incorporation of the Company on 12 October 2006 to 30 June 2007.

6 N/A

7 N/A

8 STATEMENT OF RETAINED EARNINGS

	Share capital	Equity compensation reserve	Retained earnings	Total
	\$	\$	\$	\$
Balance at 12 October 2006	-	-	-	-
Total recognised income and expense	-	-	(28,495)	(28,495)
Issue of ordinary shares	150,050	-	-	150,050
Balance at 30 June 2007	150,050	-	(28,495)	121,555
Balance at 1 July 2007	150,050	-	(28,495)	121,555
Total recognised income and expense	-	-	(497,896)	(497,896)
Issue of ordinary shares per IPO	10,501,000	-	-	10,501,000
Share issue costs	(1,012,086)	-	-	(1,012,086)
Equity settled transactions	-	153,528	-	153,528
Balance at 30 June 2008	9,638,964	153,528	(526,391)	9,266,101

9 Net tangible assets per security 15.9 cents (2007: 8.1 cents)

10 N/A

11 N/A

12 Any other significant information

Nil

13 N/A

14 Results commentary

The Company focused on the exploration and evaluation of its existing portfolio of exploration projects located in Queensland and also sought other opportunities in the region and elsewhere. Total expenditure on the tenements during the year totalled \$2.2m.

The loss for the year was \$498k, comprising administrative expenses of \$898k and net finance income of \$400k.

In September 2008 the Company entered into a Memorandum of Understanding with BHP Billiton to review means by which ore from the Pegmont Deposit could be processed at the Cannington processing plant. This has the potential to enhance the early development of the Pegmont Project. A period of due diligence has commenced and a formal decision by BHP Billiton is expected by the end of October 2008.

15 The report is in the process of being audited.

16 N/A

17 N/A