



STOCK  
EXCHANGE  
CODES

ASX: ADU  
TSXV: ADU  
FSE: AXM

SHARE  
INFORMATION

ASX Share  
Price: A\$0.66

Issued Shares:  
134.2M

Market Cap:  
A\$88.6M

Unlisted  
Options:  
5.8M

RESOURCES

Measured:  
0.86Mozs  
12Mt  
2.3g/t

Indicated:  
0.31Moz  
5.0Mt  
1.9g/t

Inferred:  
0.39Mozs  
6.3Mt  
1.9g/t

MARKET  
CAP/OZ  
A\$57

# Quarterly Report December 2007

## Highlights

### Southern Ashanti Gold Project

- Ongoing progress updating and upgrading the Feasibility Study (FS) and planning documents for the Southern Ashanti Gold Project (SAGP).
- Continued consultation with the EPA and Minerals Commission of Ghana advancing the necessary approvals and permits. Approvals expected in the first half 2008.
- Finalisation, with Ghanaian stakeholders, of the Salman Village Resettlement site location, and inputs to determine precise parameters of the relocation program.
- Ongoing exploration success at SAGP tenements, including:
  - Discovery of high grade gold at shallow depths at **Akropon**
  - Positive drill results from **Avrebo**, with high grade gold mineralization at shallow depths
  - Gold mineralization identified at **Anwia** within close proximity to the initially planned pit.

## Corporate

- Appointment of non-executive Board members, Peter Tredger and Antony Harwood during January 2008.
- Appointment of new senior geological and management staff on the ground in Ghana
- Engagement of Sierra Partners as North American industry advisor to assist in promoting the Company in North America.
- Raised \$3.45 million (before expenses), through a private placement of five million shares to institutional and sophisticated shareholders, at a price of \$0.69 per share.

## Overview

Adamus continues to advance the Southern Ashanti Gold Project (SAGP) in Ghana, West Africa. The projected profitability of the development continues to increase with the strengthening gold price. Adamus is currently conducting a revision of the FS to incorporate new data collected over the past nine months.

A priority for the Company during the past quarter has been the progression of approval and permitting work. Feasibility and planning documents have been lodged with the relevant authorities in Ghana, and are currently under review. Adamus has also continued its consultation program with the EPA and Minerals Commission of Ghana for the necessary approvals and permits. It is the Company's intention to secure all necessary approvals in the first half of 2008.

During the quarter Adamus completed the social assessment of the Salman village, and is formulating the resettlement program with the local community. Following consultation with community stakeholders a new village site has been identified and agreed, with field surveys of the site completed in December 2007.

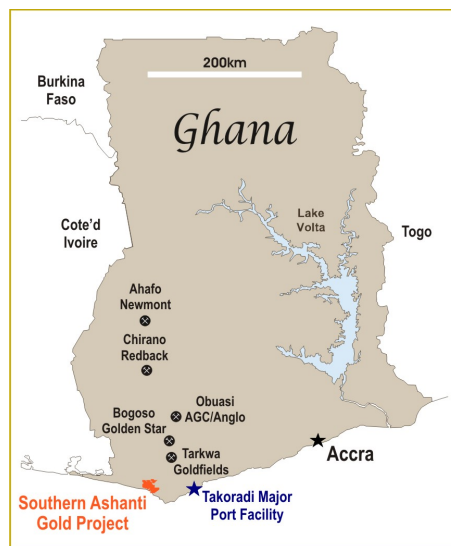
Another focus for the Adamus Board and management during the December quarter has been the development and enhancement of the on-ground team. The Company has made a number of senior management appointments, including an in-country Exploration Manager and a Manager-Ghana, who will play a key role in driving the SAGP project forward.

Adamus has also continued its exploration success, announcing a series of positive results from tenements within the SAGP. During the quarter more than 1,553 metres of diamond core drilling was undertaken, along with 5,171 metres of RC drilling. Specific targets have included Avrebo and Aliva.

Positive results in the past quarter have included:

- **Akropon** - discovery of high grade gold with incepts including **12M @ 13.8g/t and 8m @ 11.7g/t**
- **Avrebo** – high grade mineralisation from surface and at shallow depths, best results including **29m @ 3.31g/t and 2m @15.1g/t**
- **Anwia** – identified mineralisation close to the initially planned pit, best results including the intercept **14m @ 11.5g/t** which included **4m @ 26.5g/t**

The results reinforce the potential for additional mineralised material beyond the current resource estimates, and justifies the Company's ongoing drilling effort. Through an alliance with African Mining Services, Adamus has secured the required drilling equipment for 2008, and is on track to complete its targeted 2008 program of 20,000 metres. The Company will continue to focus on high grade and high priority targets with greatest potential to add to the Company's existing mineral resource and ore reserve base.



## Project Overview

### Southern Ashanti Gold Project (Ghana, West Africa)

The Project is located in southern Ghana, West Africa, approximately 300km west of Ghana's capital city Accra. The project consists of a contiguous block of tenure covering approximately 500 square kilometres, accessible via 80km of sealed roads from the major port city of Takoradi. Adamus owns 90% of the Project with the Ghanaian Government holding a 10% free carried interest.

The Project is situated on the southern extension of the Ashanti Gold Belt, host to over of 60 Moz of gold. The tenements lie just 40km south of the world class deposits of Bogosu (3.3Moz) and Prestea (10.7Moz). The Company's Project area hosts both the Salman and Anwia Deposits, containing a combined gold resource base of **17Mt @ 2.2g/t for 1,200,000 oz (Measured and Indicated) together with 6.3Mt @ 1.9g/t for 390,000 oz (Inferred)**.

Ghana maintains a stable political climate, is English speaking and has an English legal system, all of which greatly assist in the discovery and development of new gold deposits. The Project has the additional advantage of being in close proximity to necessary infrastructure sealed roads, grid power, major port facilities and the major mining centre at Tarkwa.

Table 1: Summary of Southern Ashanti Gold Project Resource Estimate @1.0g/t Au COG (last calculated March 2007).

Deposit	Category	Tonnage (Mt)	Grade Au (g/t)	Contained Ounces Au
Combined Salman & Anwia	Measured	12	2.3	860,000
Combined Salman & Anwia	Indicated	5.0	1.9	310,000
<b>Southern Ashanti Gold Project Total</b>	<b>Measured &amp; Indicated</b>	<b>17</b>	<b>2.2</b>	<b>1,200,000</b>
<b>Southern Ashanti Gold Project Total</b>	<b>Inferred</b>	<b>6.3</b>	<b>1.9</b>	<b>390,000</b>

Note: For details on the key assumptions, parameters and methods used to estimate the mineral resource please refer to the Feasibility Study announcement of 14 June 2007 and the Revised Technical Report (effective date 31 October 2007), both of which have been filed on SEDAR.

## Feasibility Study – Ongoing Activities

Following ongoing drilling and ore definition work, Adamus has scheduled a revised Mineral Resource and Ore Reserve estimate for completion before the end of the first quarter 2008. A Feasibility Study update is being undertaken in conjunction with the revised Mineral Resource and Ore Reserve estimate.

Adamus undertook the following extension work during the quarter:

### 1. Metallurgical Testwork

- Additional variability test work on recoveries and reagent usage.

### 2. Alternative Plant Options

- Adamus continued to assess the market for suitable new and second hand CIL processing plants and components as an alternative to the new equipment which was assumed in the Study.
- The Company has engaged representatives in both Australia and North America, and is actively pursuing used plant availability.
- Quotation tenders have been called for in regards to a new grinding mill.

### 3. Completion of additional documentation

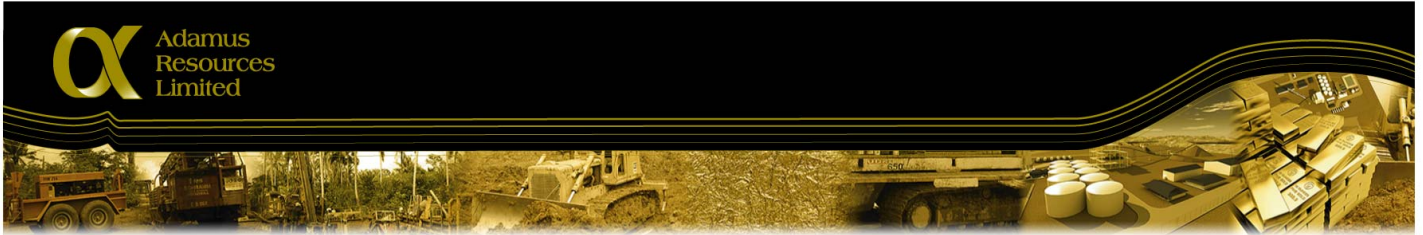
- Adamus has continued to develop the Resettlement Action Plan (RAP) for the Salman Village for submission to the Environmental Protection Agency (EPA).
- The Company has engaged a well-credentialed Ghanaian consultant to assist with the finalisation of the plan.

## Permitting and Approvals



Adamus Directors Meet with the Ghanaian Minerals Commission

During the second half of 2007, Adamus submitted the ESIS to the EPA. Approval of is necessary before commencement of ground works. EPA approval is also normally required for the Minerals Commission to grant the required Mining Licence, and the process of review for this approval commenced during the quarter. Additional mining license documentation is being collated and title amalgamation is currently underway, along with a detailed legal and taxation review. This is advancing in parallel with other reviews.



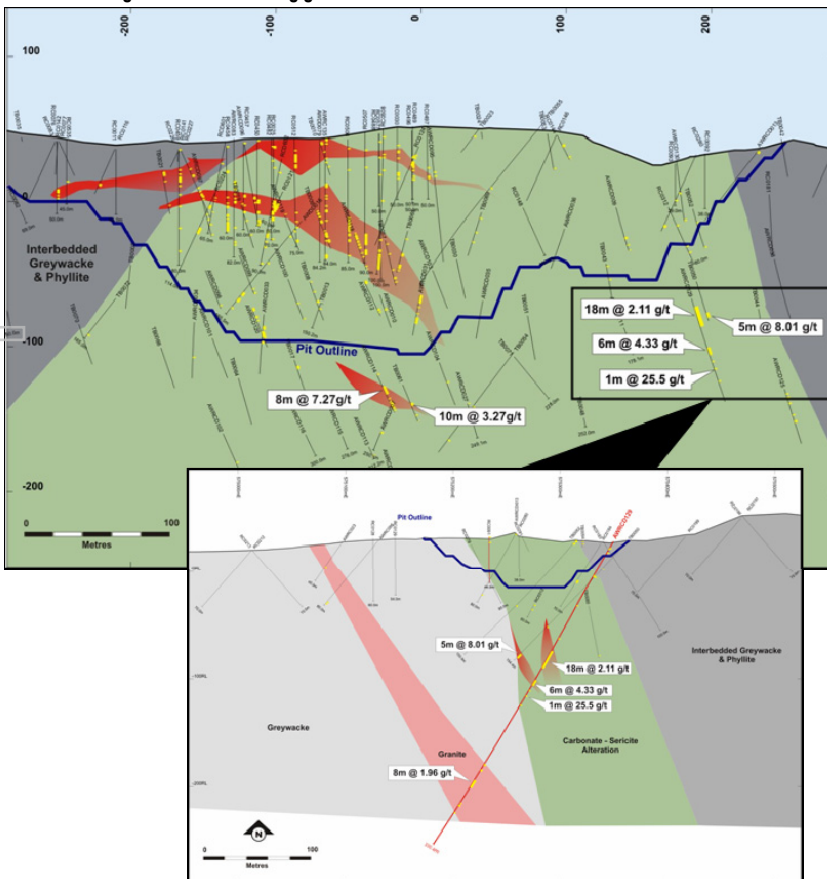
## Exploration Activities



### Anwia – Extensional Drilling

Drilling at Anwia delineated a broad section of moderate grade mineralisation over 200 metres strike with indications of improving grade at depth. Seven core holes were completed at Anwia to depths of between 250 and 350 metres, aimed at mineralisation centred north-west of the planned open pit and at 150-200 metres depth below surface. Results include intersections of **12.3m @ 2.35g/t: 3m @ 8.80g/t: 14m @ 2.06g/t**.

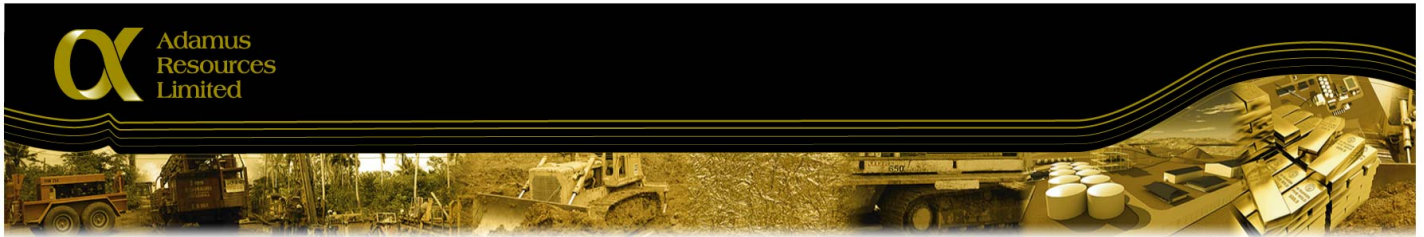
Anwia 25m long section slice looking grid 343°



In addition, an initial three core holes targeted the postulated down-plunge extension of the main Anwia mineralisation at depths of between 250 metres and 400 metres below surface. AWRCD126 and 127 intersected broad zones of low-grade mineralisation (eg, **24m @ 0.83g/t Au** in AWRCD126) with occasional higher-grade intervals (eg, **1m @ 10.7g/t Au**, also in AWRCD126). The continuation of strong hydrothermal alteration to depth is encouraging.

Any high-grade structure in close proximity to the pit could be readily accessible for underground mining by declining from the pit.

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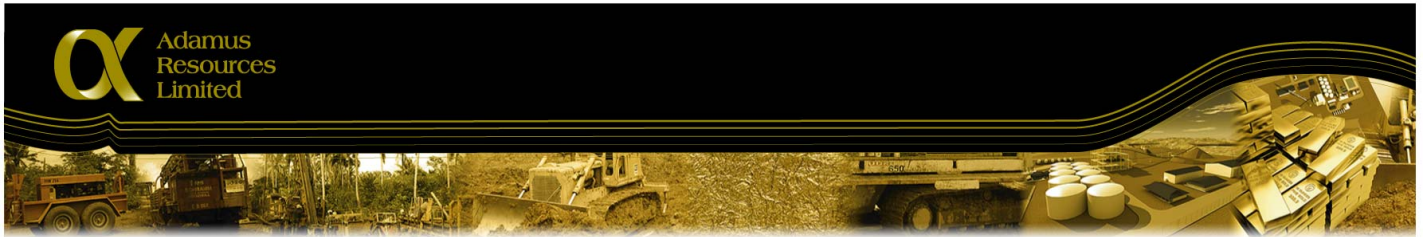
**Anwia Diamond Drilling  
Summary of Drill Intersections >10 gram metres Au**

Prospect/ Hole	Location		Orientation		Hole Depth (m)	Intersection (m)		Interval (m)	Grade (g/t Au)
	East	North	Azimuth	Dip		From	To		
AWRCD121	575064	551150	225	-60	258	197.9	210.2	12.3	2.35
AWRCD122	575120	551199	229	-60	309	214.7	219.7	5	3.52
						226.6	249.6	23	1.11
						293	297	4	3.59
AWRCD123	575058	551211	232	-60	264	192	195	3	8.80
					including	194	195	1	23.1
						245.3	246.3	1	13.7
AWRCD124	575018	551240	228	-60	236	195	197.7	2.7	3.63
AWRCD125	575172	551178	230	-60	342	203	208	5	2.13
						226	228	2	8.56
						301.7	315.7	14	2.06
AWRCD126	575225	551197	137	-60	441.2	292	293	1	10.7
AWRCD127	575165	551311	135	-60	528.5	485	492	7	1.78
AWRCD128	575109	551414	138	-60	351				NSI
AWRCD129	575189	551124	226	-60	330.4	118	136	18	2.11
						149	155	6	4.33
						166	167	1	25.5
						259	267	8	1.96
AWRCD130	575150	551072	226	-60	243				NSI

**Notes**

- 1) HQ/NQ core holes with RC pre-collars.
- 2) Sawn half core submitted for assay, normally in one metre intervals.
- 3) Assaying conducted by Transworld Laboratories, Tarkwa, Ghana using industry standard 50g lead collection fire assay with AAS finish.
- 4) Reference standards, field duplicates and blank samples are routinely inserted at 1:20 and assays of quality control samples are routinely monitored.
- 5) Assays are reported to 3 significant figures within the limits of 0.01g/t analytical precision.
- 6) Lower intersection cut-off grade 1g/t Au.
- 7) Maximum included internal dilution 4m.
- 8) NSI indicates no significant intercept.

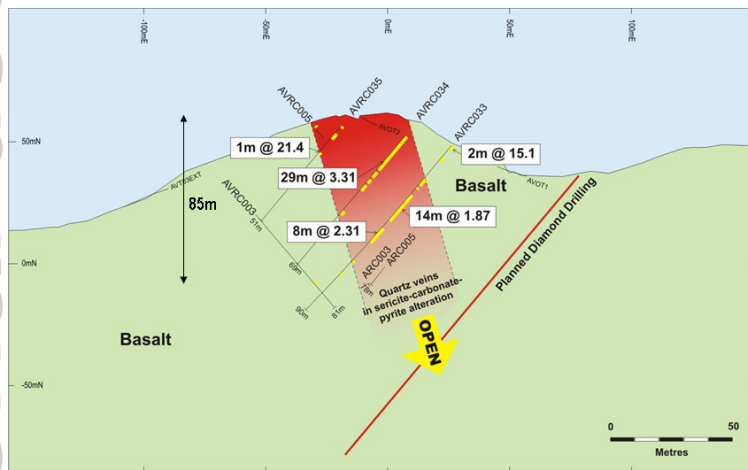
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**Avrebo – New Discovery**

Positive results from drilling at the Avrebo prospect, announced during the quarter, revealed high grade gold mineralisation at shallow depths. A RC drilling completed was conducted at the Avrebo prospect mid year with 2,375 metres drilled in 33 holes, including five pre-collars for proposed diamond core holes. Best intercepts included:

<b>29m @ 3.31g/t Au</b>	<b>2m @ 15.1g/t Au</b>
<b>25m @ 2.19g/t Au</b>	<b>1m @ 29.3g/t Au</b>
<b>14m @ 1.87g/t Au</b>	<b>1m @ 21.4g/t Au</b>
<b>8m @ 2.31g/t Au</b>	



In conjunction with previous drilling and trenching, the new results indicate potentially economic gold mineralisation from surface and at shallow depths over a 150-200m strike length. Adamus will now conduct more detailed work to further define the mineralisation.

Drilling coverage at Avrebo was based on 40 metre spaced cross-sections to approximately 60 metres vertical depth. This is now sufficient to allow the calculation of a first- pass resource estimate. The high grade gold mineralisation at Avrebo lies within an exceptionally strong and broad envelope of hydrothermal alteration (sericite-carbonate-fuchsite) and low- grade (~ 0.2 g/t) gold. The

higher gold grades are associated with a series of stacked quartz veins and disseminated pyrite within basalts. A series of step-out diamond core holes was initiated to test the mineralisation between 80 and 120 metres below surface.

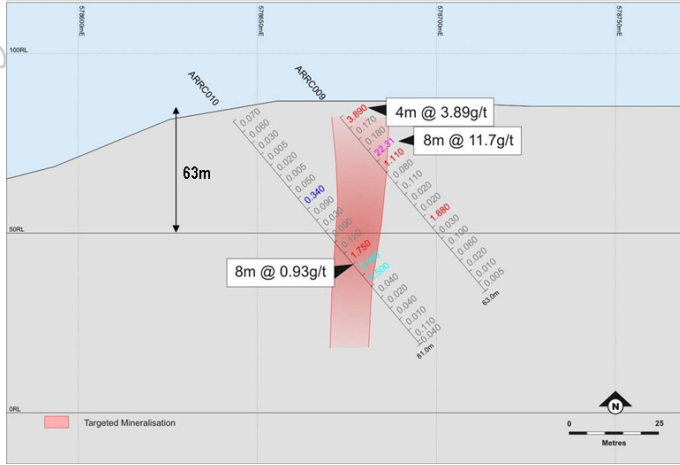
Southern Ashanti Gold Project Avrebo RC Drilling Summary of Drill Intersections >5g/t metres Au										
Prospect/ Hole	Location		Orientation		Hole Depth (m)	Intersection (m)		Interval (m)	Grade (g/t Au)	Cut (g/t Au)
	East	North	Azimuth	Dip		From	To			
AVRC026	592373	544460	285	-50	51	7	11	4	1.10	
AVRC033	592386	544663	315	-50	90	0	2	2	15.1	10.4
					incl	1	2	1	29.3	
					and	26	40	14	1.87	
					and	44	52	8	2.31	
AVRC034	592373	544676	315	-50	69	0	29	29	3.31	
AVRC035	592353	544694	315	-50	51	14	15	1	21.4	
AVRC037	592410	544747	315	-50	111	18	21	3	2.04	20.0
					and	42	52	10	2.18	
					and	55	59	4	1.61	
AVRC038	592365	544794	315	-50	51	5	8	3	7.98	
AVRC039	592383	544833	315	-50	105	6	10	4	2.59	
					and	48	73	25	2.19	
					and	78	83	5	1.04	
					and	86	91	5	1.21	
AVRC045	592321	544996	285	-50	99	11	15	4	1.79	

**Notes**

1. All holes drilled by reverse circulation
2. All samples collected in 1m intervals and riffle split.
3. Assaying conducted by Transworld Laboratories, Tarkwa, Ghana using industry standard 50g lead collection fire assay with AAS finish.
4. Reference standards, field duplicates and blank samples are routinely inserted at 1:20 and assays of quality control samples are routinely monitored.
5. Assays are reported to 3 significant figures within the limits of 0.01g/t analytical precision.
6. Lower intersection cut-off grade 0.5g/t Au, top-cut grade of 20g/t applied to high assays.
7. Maximum included internal dilution 2m.

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**Akropon – New Discovery**



During the quarter, Adamus announced results from drilling at its Akropon tenement which revealed high grade gold mineralisation from surface and at shallow depths. The RC drilling program tested the Akropon target to about 50 metres depth over 500 metres strike. Assays have been received for initial 4 metre composite samples, with intercepts including **12m @ 1.17g/t, 8m @ 11.7g/t, 12m @ 13.8g/t and 12m @ 1.36g/t.**

Early indications are that with further drilling Akropon could contribute a modest open pit resource to the SAGP.

**Akropon RC Drilling  
Summary of Drill Intersections >10g/t metres Au**

Prospect/ Hole	Location		Hole Depth (m)	Intersection (m)		Interval (m)	Grade (g/t Au)
	East	North		From	To		
ARRC007	578665	560801	51	0	12	12	1.17
ARRC009	578673	560850	63	0	4	4	3.89
				12	20	8	11.7
				12	16	4	22.3
ARRC011	578666	560902	60	48	60	12	2.17
ARRC018	578830	561203	63	32	44	12	13.8
				32	36	4	37.3
ARRC020	578811	561249	90	40	56	16	0.76
ARRC021	578797	561200	93	16	20	4	3.38
				28	40	12	1.36

Notes

- 1) All holes drilled by reverse circulation.
- 2) All samples collected in 1m intervals, riffle split and combined to 4m composites for initial assays.
- 3) Assaying conducted by Transworld Laboratories, Tarkwa, Ghana using industry standard 50g lead collection fire assay with AAS finish.
- 4) Reference standards, field duplicates and blank samples are routinely inserted at 1:20 and assays of quality control samples are routinely monitored.
- 5) Assays are reported to 3 significant figures within the limits of 0.01g/t analytical precision.
- 6) Lower intersection cut-off grade 0.5g/t Au, top-cut grade of 20g/t applied to high assays.
- 7) Maximum included internal dilution 4m.
- 8) NSI indicates no significant intercept.

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## About Adamus

Adamus Resources Limited is a Perth-based mineral exploration company, listed on Australian Stock Exchange (ASX), TSX Venture Exchange (TSX-V) and Frankfurt Stock Exchange Open Market (FSE).

The Company's primary focus is on exploring, realising and expanding the economic potential of the Southern Ashanti Gold Project in Ghana, West Africa. The Project encompasses approximately 500km<sup>2</sup> of tenure in the Ashanti Gold Belt – host to over 60moz of gold and the Project boasts excellent access to port and road infrastructure. Ghana is a stable West African country with a long history and some of the world's largest gold mining operations. Gold production is vital to the national economy. Members of the Adamus Board and management team have proven records in mineral exploration, project development and project financing.

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Kind regards.



**Mark Bojanjac**  
Managing Director/CEO

Information in this announcement pertaining to exploration results and mineral resources was compiled by Gary Brabham, a consultant to Adamus, who is a Member of The Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists and has more than 5 years experience in estimation of recoverable resources in gold deposits. He qualifies as a "Qualified Person" under Canadian National Instrument 43-101 – Standards of Disclosure for Mineral Projects. Gary Brabham has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a "Competent Person" as defined in the JORC Code. Gary Brabham consents to the inclusion in the announcement of the matters based on this information in the form and context in which it appears.

The TSX-V and ASX does not accept responsibility for the adequacy or accuracy of this release. No stock exchange, securities commission or other regulatory authority has approved or disapproved the information contained herein.

Caution Regarding Forward Looking Statements.

Statements regarding Adamus' plans with respect to its mineral properties are forward-looking statements. There can be no assurance that Adamus' plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that Adamus will be able to confirm the presence of additional mineral deposits, that any mineralization will prove to be economic or that a mine will successfully be developed on any of Adamus' mineral properties. Circumstances or management's estimates or opinions could change. The reader is cautioned not to place undue reliance on forward-looking statements.