

Compass Resources NL (CMR)

March 2005 Update

Mario Maia

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CAPITAL STRUCTURE

ASX Code	CMR
Share price	A\$0.60
Market cap. ¹	A\$40.0m
Ordinary shares on issue	65,639,320
Partly paid shares ²	826,000
12-mth low-high	0.18 – 0.65
12-mth volume	22.3m

¹Undiluted.

Source: IRESS

²Paid to 1c

DIRECTORS & MANAGEMENT

Chairman	Malcolm Humphreys
Director (Exec)	Philip Cohen
Director (Non Exec)	John Chappell
Director (Non Exec)	Gordon Toll
Technical Director	Rod Elvish
Explorat. Manager	M. K. Boots

Source: CMR

TOP 5 SHAREHOLDERS

Invia Custodians Pty Ltd	7.9%
Wythenshawe Pty Ltd	6.6%
Malcolm Humphreys	4.4%
Cairnglen Investments Pty Ltd	3.4%
Westpac Custodian Nom. Ltd	3.1%

Source: CMR 2004 Annual Report

REGISTERED OFFICE

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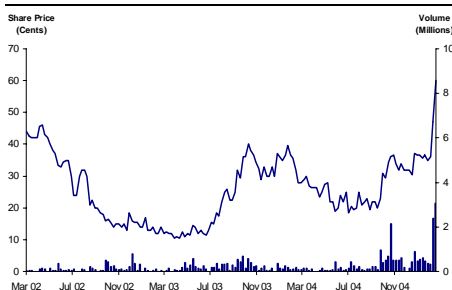
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Email: admin@compassnl.com.au

Website: www.compassnl.com.au

Source: CMR

36 MONTH PRICE CHART



Source: Iress

KEY POINTS

□ Browns Oxide Project, NT (CMR 90%)

Engineering work study underway targeting a construction decision by mid 2005.

Browns oxide resource increased in DQ04 to 2.8Mt @ 1.06% Cu, 0.13% Co and 0.11% Ni, with contained copper up by 38% and cobalt 60% higher compared to the 2001 resource estimate.

Formal environmental approval is expected shortly following the release of a Public Environmental Report stating that the project meets the requirements of the Northern Territory Environmental Assessment Act.

Subject to a positive construction decision, the project could be in production in early 2006 and generate annual revenues in excess of A\$70m in FY07.

□ Browns Sulphide Project, NT (CMR 90%)

Update of sulphide resource estimate in DQ04:

- New resource of 36.7Mt @ 0.46% Cu, 4.76% Pb and 0.11% Co.
- Higher copper and lead lenses grades could result in higher mill feed grades.

□ Browns Iron Ore Project, NT (CMR 90%)

Signed agreement with Territory Iron Pty Ltd for the exploration, development and mining of several small iron ore deposits within CMR's Batchelor region tenements.

Territory to focus on further exploration aiming to delineate a JORC resource estimate for the project.

□ Uranium Exploration, NT

Initial data compilation has identified several high uranium potential prospects on CMR's applications and tenements.

Best historical drill intersects include 3.3m @ 2.05% U₃O₈ and 42.1m @ 0.09% U₃O₈ from 41.5m. These grades are very encouraging when compared to several major uranium deposits in Australia.

Deposit	Status	Contained U ₃ O ₈ t	% U ₃ O ₈
Olympic Dam	Producing	996,000	0.05
Jabiluka	Development	163,000	0.53
Ranger	Producing	85,000	0.24
Yeelirrie	Pre-Development	52,500	0.15
Valhalla	JORC Resource	41,700	0.12
Kintyre	Pre-Development	35,000	0.59
Honeymoon	Pre-Development	25,500	0.15
Beverly	Development	21,400	0.18

Source: ERA

Drilling programmes to further assess these prospects are expected to commence in JQ05.

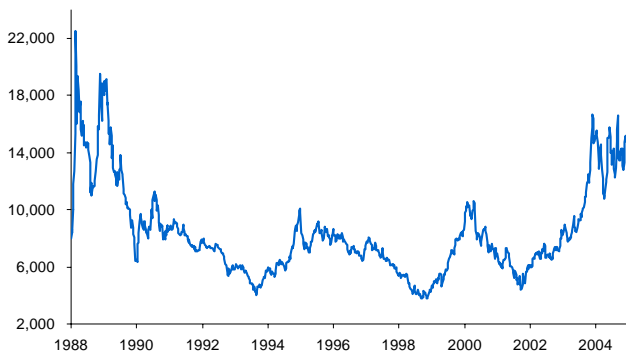
Base metal prices expected to remain strong in the near future, supporting the Browns Oxide start up project and CMR's exploration.

Valued at A\$1.47ps fully diluted and trading at a prospective FY07 earnings multiple of only 1.8 times, CMR offers outstanding value. Buy.

METALS: PRICE AND INVENTORY 1988 -2005

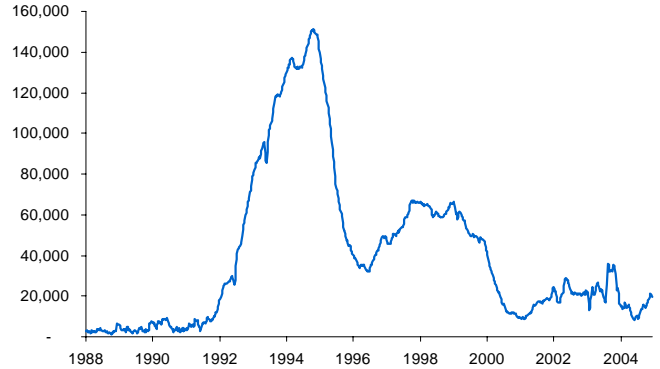
Nickel

LME Price - US\$ / tonne



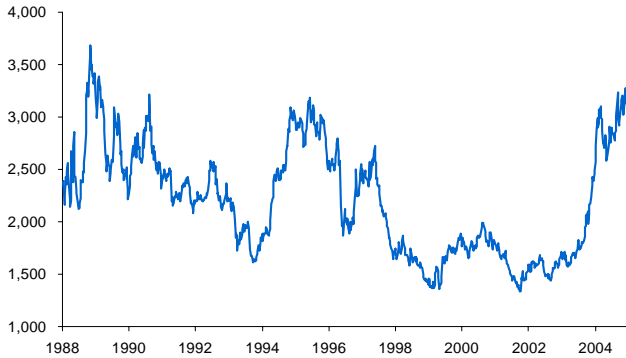
Nickel

LME Stock Levels - Tonnes



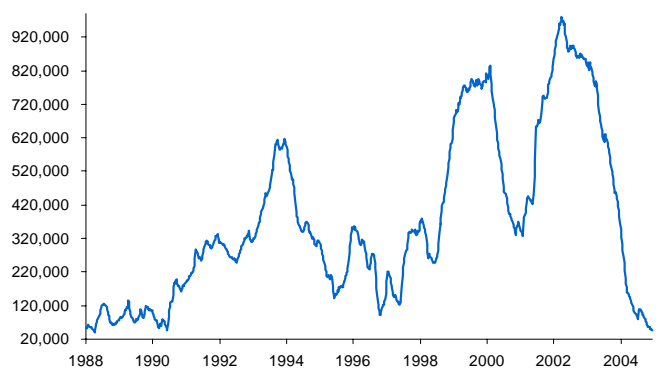
Copper

LME Price - US\$ / tonne



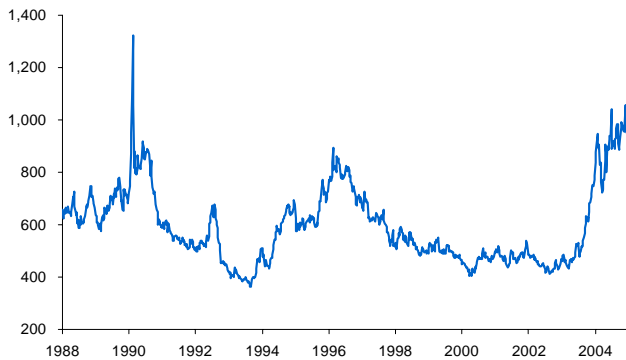
Copper

LME Stock Levels - Tonnes



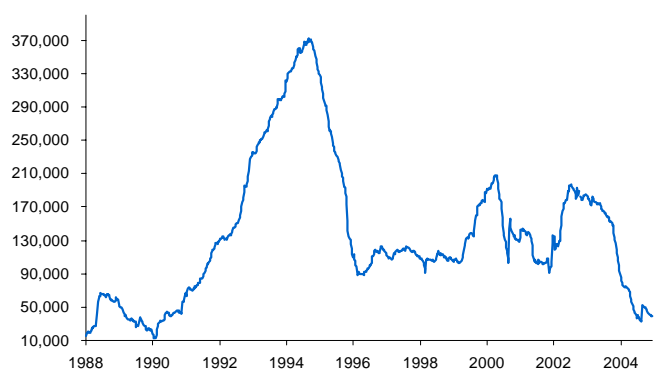
Lead

LME Price - US\$ / tonne



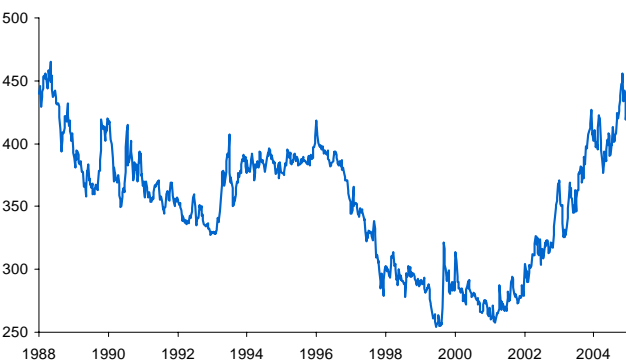
Lead

LME Stock Levels - Tonnes



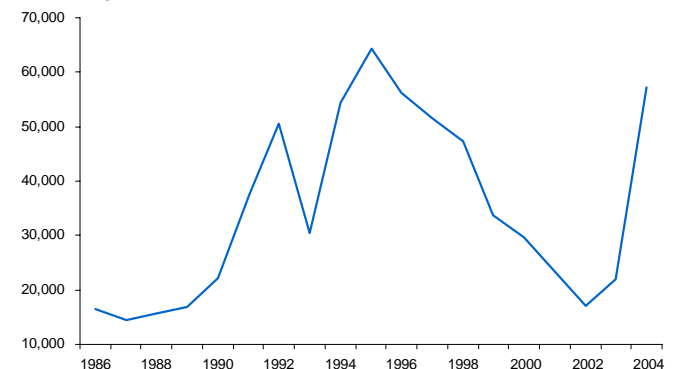
Gold

NY Price - US\$ / oz



Cobalt

Average Annual Price - US\$ / tonne



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