

ASX RELEASE
10 June 2008

ASX Codes

Ordinary shares: LST
Listed options: LSTO

Issued shares: 191.0m
Share price: \$1.815
Issued options: 5.8m
Option price: \$0.325
(151c April 09)

Net Tangible Assets:
(31/05/08) \$403m

Market cap: \$349m

NTA pre tax
(31/05/08): \$2.09

NTA post tax
(31/05/08): \$2.09

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**WHAT'S HAPPENING TO MINING IN THE
PHILIPPINES**

Lion has outlined in its Target's Statement concerns regarding increased risks to mining in the Philippines.

Lion is concerned that many of its shareholders have not been fully informed of events in the Philippines, some of which have occurred subsequent to the release of Lion's Target's Statement. Accordingly, detailed below are reports from public sources on a number of incidents which have occurred during 2008, and which illustrate Lion's concerns regarding the Indophil offer.

Sagittarius Mines Inc. (Sagittarius or SMI), as referred to below, is the Philippines corporation which is the title holder and operating company for the Tampakan Project. Xstrata owns 62.5% and Indophil 32.5% of SMI.

1 January 2008

Philippine rebels attack partly Aust-owned mine

(ABC News) "Communist rebels in the southern Philippines have attacked a mine majority owned by Xstrata and partly owned by Australia's Indophil Resources NL."

27 March 2008

OceanaGold supports police investigation at Didipio Project

(OceanaGold Corporation) "OceanaGold Corporation supports the police investigation into an incident in which a person was shot and wounded"

3 April 2008

Paul Dominguez in NPA Hit List

(Mindanao Newsblog) "The New People's Army in its website said "Xstrata-SMI will face direct punitive measures for its encroachment and continuing presence in South Central Mindanao." The NPA also singled out former Presidential Assistant Paul Dominguez for his role in the entry of mining in the region." "... we also condemn the criminal and immoral acts of certain key figures and individuals who have played a direct role in facilitating the company's presence in the region..."

13 April 2008

NPA “Kangaroo Court” to try Paul Dominguez

for Selling the Nation’s Patrimony

(Mindanao Newsblog) “The people have filed a case against Paul Dominguez in the People’s Court of Far South Mindanao Region as accomplice of this gigantic foreign firm, ... “When the four NPA comrades were brutally murdered in 2005, was it not the company’s minions who did the heinous crime at the time when he was SMI’s CEO?...”

14 May 2008

OceanaGold Shares Fall After Doubling Cost Estimate

(Bloomberg) “**OceanaGold Corp.**, an Australian gold producer, fell to a record low after the company more than doubled its cost estimate for building a mine” “The Didipio mine in the Philippines will cost an estimated \$320 million, not \$154 million as previously estimated,”

16 May 2008

Dioceses to stage protest action vs mining firm

(GMA News TV) “GENERAL SANTOS CITY, Philippines – Three Catholic Church dioceses in Mindanao are planning to mobilize its flock for another huge protest action against Sagittarius Mines, Incorporated” “In April 2006, the bishops forged an alliance, to oppose the presence of Sagittarius in the area” “Sagittarius is being controlled by major global mining player Xstrata Copper, with Australian Indophil Resources NL as junior partner.”

17 May 2008

Army deploys more troops to secure mining firm in S. Cotabato

(GMA News TV) “KORONADAL CITY, Philippines – A company of soldiers has been deployed on the mines development site of Sagittarius Mines, Inc. to contain lingering security threats from the New People’s Army, a village official confirmed Thursday.”

31 May 2008

Official killed in mine tax dispute

(The Australian) “... official killed after trying to mediate a tax dispute between the company [*OceanaGold*] and the provincial government...”

31 May 2008

Violence hits Tampak mining project anew

(GMA News TV) “KORONADAL CITY, Philippines – A security guard was shot dead Tuesday, for the second time this year that violence marred the exploration base camp of Sagittarius Mines, Inc”

7 June 2008

OceanaGold stymied by villagers' uprising

(The Australian) "The murder of a pro-mining village chief amid growing tribal and political opposition is threatening the future of Melbourne-based OceanaGold Corporation's \$US320 million (\$334 million) gold and copper project in the northern Philippines."

9 June 2008

Royalco Philippines exploration may leave hasty ANZ with egg on its face

(The Age) "Until last week, Royalco was trying to poke holes into prospective ground adjoining OceanaGold's Didipio copper/gold mine development. But the drilling rig has been pulled out for safety reasons"

IMPORTANT NOTICE TO LION'S SHAREHOLDERS:

LION DIRECTORS RECOMMEND THAT YOU DO NOT USE INDOPHIL'S
CURRENT SHARE PRICE TO VALUE INDOPHIL'S SCRIP BID FOR YOUR
LION SHARES

Detailed information on Lion Selection Limited can be found on the company's website www.lionselection.com.au. If you have any queries, please contact Lion's investor relations team (Luke Smith or Jane Rose) on +613 9614 8008.