

25 September 2007

The Manager Companies  
Australian Stock Exchange  
20 Bridge Street  
SYDNEY NSW 2000

Dear Sir

### **QUE RIVER ORE DELIVERIES TO ROSEBERY COMMENCE**

Bass Metals Ltd (ASX:BSM) is pleased to advise that deliveries of ore to the Rosebery plant commenced yesterday. The ore from the Que River stage 1 mine development is being sold to Zinifex Australia Limited's Rosebery operations under the terms of an Ore Sales Agreement finalised in late August. Under the terms of the Agreement Bass Metals plans to deliver ore at the rate of approximately 5,000 to 8,000 tonnes per month.

The figures below show medium grade ore (between 10 to 14% zinc) being loaded for haulage to Rosebery.

The commencement of ore deliveries from Que River to Rosebery represents a significant transition for the Company – to producer status. What is particularly exciting is that whilst Que River is the Company's most advanced project, it is only one of 4 advanced base metals projects currently being evaluated; the others being Hellyer, Farrell and Magnet. Furthermore developing Que River and the other advanced base metals projects is only "half" of the Company's twin strategy.

The other half of the strategy is the vigorous regional exploration programme, "the elephant hunt" to discover large high grade deposits such as those which already characterise the northwest of Tasmania where BSM has the dominant tenement position. BSM is on track to move into a unique position of positive cash flow from production with a strong growth outlook whilst maintaining significant exposure for its investors to a major discovery. I look forward to providing further updates on the Que River Mine and other activities.

Yours Sincerely



Mike Rosenstreich  
*Managing Director*

*The information within this report that relates to exploration results is based on information compiled by Mr Mike Rosenstreich who is a full time employee of the Company and is a Member of The Australasian Institute of Mining and Metallurgy. He has sufficient experience relevant to the styles of mineralisation and types of deposits under consideration and to the activities currently being undertaken to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves and consents to the inclusion of this information in the form and context in which it appears in this report.*

**Figure 1: Front end loader picking up ore from the Medium Grade stockpile**



**Figure 2: Loading of trucks ready for haulage to Rosebery**



***Forward-Looking Statements:** This document includes forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Bass Metals Ltd's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may," "potential," "should," and similar expressions are forward-looking statements. Although Bass Metal Ltd believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.*