



TALISMAN MINING LTD

PO Box 1262, Subiaco WA 6904
Tel: 61 8 9380 4230 / Fax: 61 8 9382 8200
www.talismanmining.com.au

3 September, 2008

The Manager
Company Announcements Office
Australian Stock Exchange

By Electronic Lodgement

WONMUNNA IRON ORE – DRILLING UPDATE

South Marra Mamba (SMM) continues to produce good intercepts to 20m @ 58.03% Fe (incl. 8m @ 60.6% Fe)

SMM RESOURCE DRILLING UPDATE

Assay results have been received for a further 35 reverse circulation drillholes completed as part of the program of gridded resource drilling at the SMM (South Marra Mamba) prospect, Wonmunna project, East Pilbara region, Western Australia. Significant (>50% Fe) assay results are listed in Table 1 and drillhole locations shown on Figure 1.

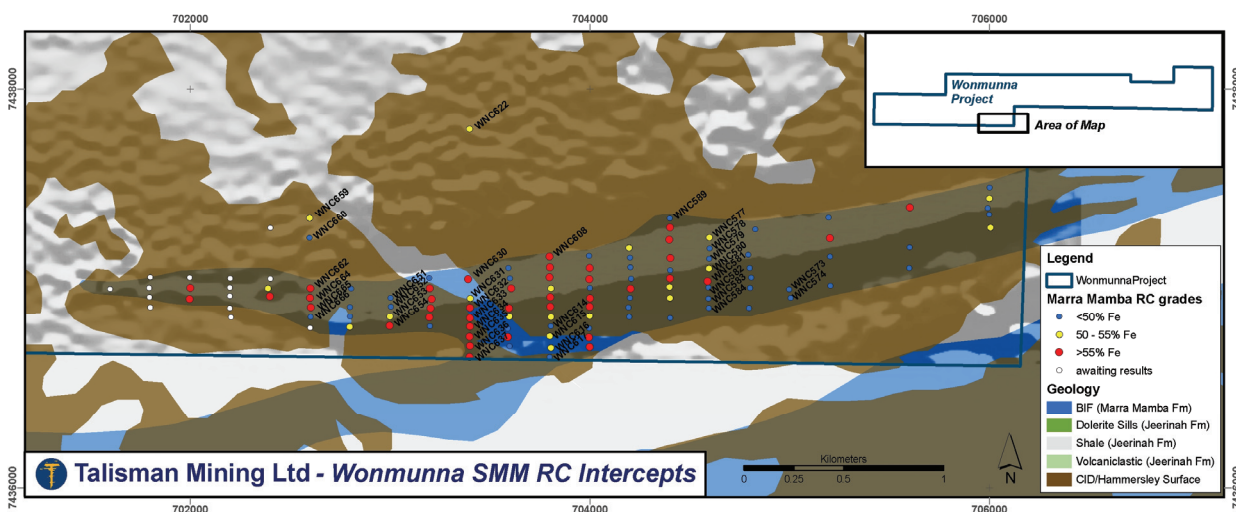


Figure 1

Once again, these results continue to confirm areas of strong hematite – goethite iron mineralisation at this prospect, within a broad halo of thinner, lower grade mineralisation.

All drilling on nominal 200m x 50m centres has been completed, with the exception of the eastern portion of the prospect where the mineralisation appears to thin considerably, and the Company is awaiting complete assay results in order to commence JORC resource estimations. The Company remains on schedule to report a maiden JORC – compliant resource for SMM in November, 2008.

**Table 1: Significant (>50% Fe) SMM Drill Intercepts WNC573-574, 577-584, 589, 608, 614-617, 622, 630-637, 651-654, 659-660, 662, 664-666.**

Hole	East	North	From(m)	To(m)	Width(m)	Fe %	SiO ₂ %	Al ₂ O ₃ %	P %	LOI %
WNC573	704999	7436991	no significant results (<50% Fe)							
WNC574	705005	7436950	no significant results (<50% Fe)							
WNC577	704599	7437252	22	24	2	52.77	7.72	5.03	0.07	10.6
WNC578	704600	7437196	no significant results (<50% Fe)							
WNC579	704599	7437144	no significant results (<50% Fe)							
WNC580	704597	7437097	18	22	4	50.96	9.33	5.97	0.05	10.6
			36	40	4	54.16	6.79	3.68	0.04	11.0
WNC581	704591	7437032	22	36	14	55.10	5.86	4.15	0.04	9.8
WNC582	704594	7437000	no significant results (<50% Fe)							
WNC583	704594	7436945	no significant results (<50% Fe)							
WNC584	704596	7436897	no significant results (<50% Fe)							
WNC589	704401	7437347	no significant results (<50% Fe)							
WNC608	703800	7437155	8	16	8	53.64	6.26	7.76	0.05	7.8
WNC614	703806	7436806	no significant results (<50% Fe)							
WNC615	703800	7436755	18	22	4	51.51	8.54	5.58	0.08	11.2
WNC616	703805	7436696	18	20	2	51.94	9.43	5.37	0.05	10.6
			24	26	2	54.10	7.90	4.07	0.12	10.5
WNC617	703800	7436651	no significant results (<50% Fe)							
WNC622	703397	7437798	20	22	2	51.16	11.74	6.13	0.03	5.8
WNC630	703393	7437043	18	30	12	53.64	6.57	4.78	0.09	10.7
WNC631	703402	7436947	18	24	6	52.26	7.76	5.66	0.03	11.2
WNC632	703402	7436900	16	30	14	56.08	5.18	4.27	0.04	9.9
WNC633	703402	7436846	18	30	12	53.68	7.56	4.73	0.06	10.5
WNC634	703401	7436803	18	28	10	50.45	9.06	6.61	0.07	11.4
WNC635	703399	7436752	16	30	14	54.09	6.42	4.23	0.05	11.0
WNC636	703401	7436705	20	30	10	53.15	7.02	4.89	0.06	11.3
WNC637	703400	7436650	20	38	18	56.29	4.95	3.18	0.10	10.8
WNC651	703003	7436950	no significant results (<50% Fe)							
WNC652	703005	7436905	no significant results (<50% Fe)							
WNC653	703000	7436853	32	34	2	52.99	7.90	5.67	0.10	10.6
WNC654	703000	7436807	32	36	4	58.14	5.18	3.26	0.13	8.4
WNC659	702598	7437350	48	54	6	53.34	7.18	4.13	0.14	10.9
			62	64	2	54.51	6.01	3.72	0.15	11.0
WNC660	702598	7437250	no significant results (<50% Fe)							
WNC662	702602	7436997	38	58	20	58.03	4.32	2.08	0.13	9.8
			(including 46)	54	8	60.68	1.96	1.20	0.11	9.6)
WNC664	702601	7436950	34	64	30	56.02	5.99	2.63	0.12	10.3
WNC665	702605	7436901	40	78	38	56.48	5.32	2.92	0.10	10.4
WNC666	702603	7436851	no significant results (<50% Fe)							

Yours sincerely

S. J. Elliott
Managing Director

Information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Steven Elliott who is a member of the Australasian Institute of Mining and Metallurgy. Mr Steven Elliott is a full time employee of Talisman Mining Ltd and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken to qualify as a Competent Person as defined in the 2004 Edition of the "Australian Code for Reporting of Mineral Resources and Ore Reserves". Mr Steven Elliott consents to the inclusion in this report of the matters based on information in the form and context in which it appears.