Maximus Resources Ltd
ABN 74 111 977 354

telephone 08 8132 7960
facsimile 08 8132 7999

www.maximusresources.com

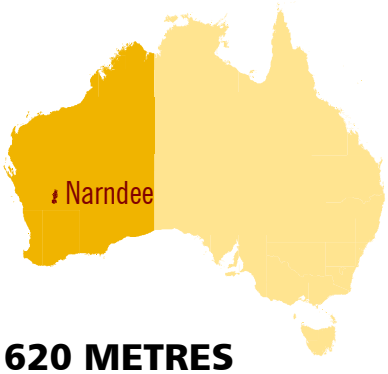
email info@maximusresources.com

62 Beulah Road Norwood
South Australia 5067

PO Box 3126 Norwood
South Australia 5067

13 June 2008

The Manager
Companies Announcements Office
Australian Securities Exchange
20 Bridge Street SYDNEY NSW 2000



ASX ANNOUNCEMENT

CANEGRASS DRILLHOLE MND1 COMPLETED AT 620 METRES OVER 300 m OF MAGNETITE-RICH GABBRO INTERSECTED

HIGHLIGHTS

- *Hole MND1 completed at 620 metres.*
- *MND1 intersected over 300 metres of magnetite-rich gabbro.*
- *The two best zones from 350 to 430 and 460 to 530 metres both include about 50 m averaging between 30 to 40% by volume magnetite and correlate with the two most significant airborne magnetic anomalies at Canegrass.*
- *Further work required to confirm which zones are iron ore grade.*
- *Second hole MND2 and RC drilling program underway.*
- *Initial Inferred Resource estimate planned by the end of September.*


Drill rig on site at MND1.

CANEGRASS IRON ORE PROSPECT

WESTERN AUSTRALIA
(MAXIMUS 100%)

Drillhole MND1

Following the drilling progress report issued on 10 June 2008 on hole MND1 (field designation MNDD0001), it was completed at 620.6 metres depth on the morning of 11 June. This release is designed to provide a visual hole completion report of a significant intersection to ensure disclosure during a potentially long wait for assay results.

To date, the intersection of magnetite rich gabbro occurs over an interval of about 310 metres from approximately 310–620 metres depth and the average content of magnetite over this interval is visually estimated at 20 to 30 vol %. The zone includes three zones of richer mineralisation within intervals from about 350 to 430, 460 to 530 and 560 to 610 metres averaging 30 to 40 vol % magnetite.

Hole MND1 was terminated at 620.6 metres as it had reached its target depth and no more diamond drill rods were available. The hole was terminated in magnetite-rich gabbro. Although it is thought to be close to the base of the sequence, another hole MND3 (Figure 2) is planned to intersect the whole sequence at minable depths.

Accurate intervals and weight % averages will not be known until analytical results are available in about 4 to 6 weeks time.

Interpretation of Results

The hole location is shown by a geological and magnetic interpretation on Figure 1 and by a cross-sectional interpretation on Figure 2. Aeromagnetic zones 1 to 4 on Figure 1 can be recognised in the drill hole, Figure 2. Of these, the most significant airborne magnetic zones 2 and 3 can be recognised as the most magnetite-rich zones in the drill hole. This important conclusion will enable the future exploration program to focus on areas with the best resource potential.

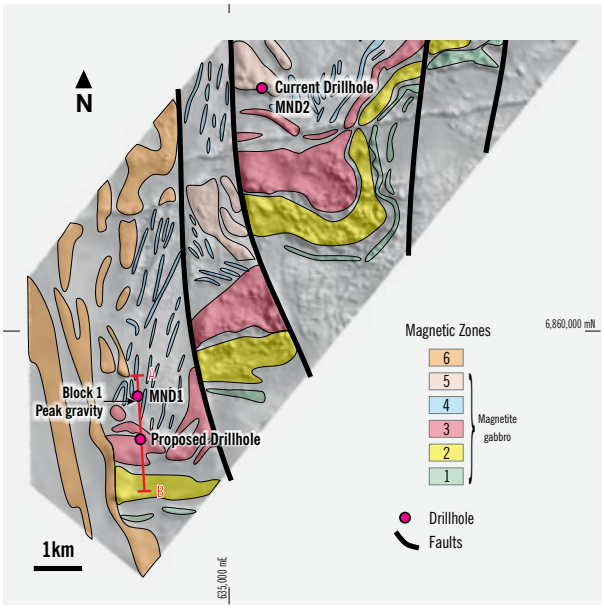


Figure 1 *Geological interpretation of SE Canegrass Magnetic Zone showing position of proposed drillhole.*

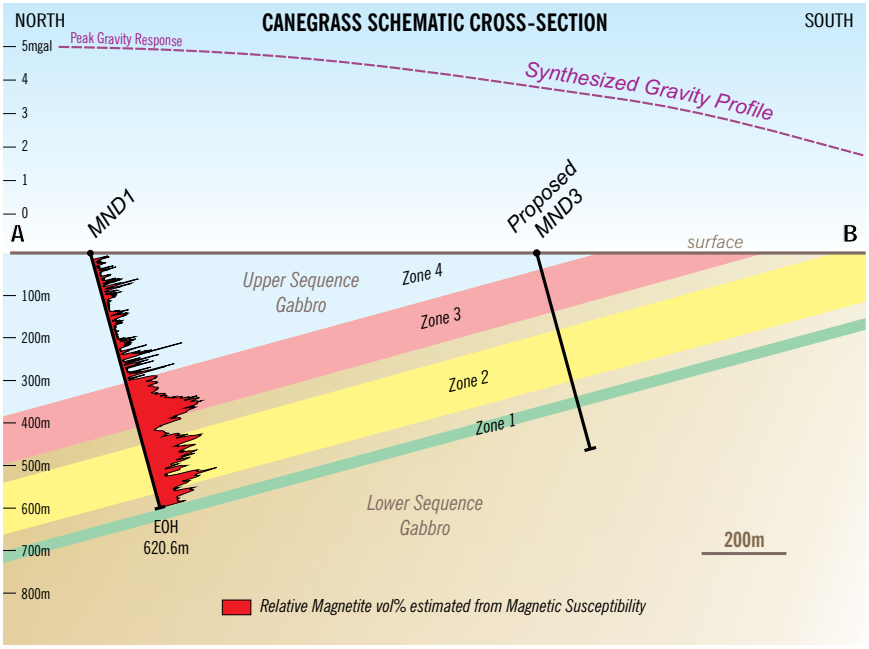


Figure 2 *Current diamond drillhole in progress showing magnetic susceptibility readings on geological cross section A–B.*

Further Work on Drill Core Samples

It is emphasised that further work on chemical analyses and metallurgical tests are absolutely necessary to establish the amount and composition of magnetite that can be separated from the magnetite rich gabbro intersected in MND1.

Maximus has recently released (29 May 2008) results obtained from metallurgical work on samples from RC holes drilled last December. These samples gave potentially commercial level results with percent by weight magnetite levels of 39–56% which contained 55–59% Fe, 11–19% TiO_2 and 0.7 to 1.5% V_2O_5. Similar results can be expected in samples from hole MND1.

Other work on MND1 Will be carried out to find out how Fe:Ti:V levels in magnetite vary throughout the magnetite rich sequence.

Forward Program

Drill hole MND2 is underway at a site shown on Figure 1. It is designed to test the Block 3 gravity and a coincident magnetic anomaly. The next diamond drill hole MND3 is proposed on the same section as MND1. It will ensure that the whole magnetite-rich sequence is tested. If it also provides good evidence of geological correlation between magnetite–rich zones in MND1 and MND3, it will be very important as evidence of geological continuity which will aid reliable resource estimation.

RC drilling also commenced on 11 June 2008. Initial holes are being drilled to test particular anomalies from recent geophysical surveys. Later a phase of resource drilling will commence. It is planned to have an initial Inferred Resource estimate completed by the end of the September 2008 quarter.

Dr Kevin Wills
Managing Director

13 June 2008

For further information please contact:

Kevin Wills, Ph: 08 8132 7960 or 0419 850 997

Duncan Gordon, Investor relations, Ph: 08 8232 8800

Email: kwills@maximusresources.com.au

The information in this report that relates to Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Dr K Wills, who is an employee of Maximus Resources Limited, and a fellow of the Australasian Institute of Mining and Metallurgy. He has more than five years of relevant experience in the style of mineralisation and types of deposit under consideration and consents to inclusion of the information in this report in the form and context in which it appears. He qualifies as a Competent Person as defined in the 2004 Edition of the "Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves".