COPPERMOLY Limited

ADDRESS
PO Box 6965
Gold Coast Mail Centre
Qld 9726 Australia

ABN 54 126 490 855

PHONE
+61(07) 5592 1001
FAX
+61 (07) 5592 1011
EMAIL
info@coppermoly.com.au
WEBSITE
www.coppermoly.com.au

ASX Announcement

20th January 2009 **ASX Code: COY**

DRILLING AND GEOPHYSICS AT NAKRU INDICATES LARGE BODY OF SULPHIDE MINERALISATION

Drilling and geophysical survey results at Narku-1 (refer to Figure 1) indicate the presence of large bodies of sulphide related copper mineralisation.

Peter Swiridiuk, Managing Director commented *"We look forward to completing a number of deep drillholes to further evaluate these impressive sulphide related geophysical targets. Volcanic tephra cover has historically hampered efforts to define a distinct target for copper and gold mineralisation at depth. We now have the elusive targets which further enhance the value of the project which is only a four hour drive from a functioning deep water port in the capital of Kimbe".*

Results from the recently completed drillhole at NAK017 intersected 28.4 metres at 1.1% copper in up to 2% chalcopyrite sulphides from 30m vertical depth. Copper sulphide intersections continued to the end of the hole where 6.3 metres of 0.45% copper was encountered in breccia. These copper intersections (refer to Table 1) directly relate to a strong geophysical anomaly (refer to Figure 2).

All of the historical drillholes including NAK001, 002, 003 and 006 which were drilled into the same geophysical anomaly "Nakru IP Anomaly 2" (refer to Figure 3) intersected significant copper and gold (refer to Table 2). NAK003 intersected 14.4m at 2.2 g/t gold and 0.4% copper from 114.5m depth. NAK001 intersected 5.8 metres at 1.9 g/t gold from surface and 7.6 metres at 1.1% copper from 73.8 metres depth.

Copper intersections were related to chalcocite (Cu_2S) and chalcopyrite ($CuFeS_2$) within volcanic and breccia units.

A more intense and much larger geophysical anomaly "Nakru IP Anomaly 1" extends to over 300m depth and is, to-date, totally un-tested by any drilling. This 500 metre by 300 metre anomaly represents an excellent larger and more intense target for drilling and the potential for the intersection of significant grades of mineralisation. Both geophysical anomalies are coincident in part with topographic expressions indicating they may be related with an intrusive diatreme breccia/porphyry mineralised system.

Surface trenching and drilling have also indicated near surface gold mineralisation which includes 11 metres at 2.84 g/t gold in drillhole NAK014. Surface soil sampling and trenching has defined gold mineralisation over a 700 metre diameter area. Gold mineralisation in trenches above the geophysical anomaly may be structurally related.

From (m)	To (m)	Width (m)	Au g/t	Cu %
1	8	**8**	0.26	0.09
11	23	**12**	0.28	0.08
25.7	89.6	**63.9**	0.34	0.5
Including				
61.2	89.6	**28.4**	0.27	1.10
96	101	**5**	1.12	2.1
106	117	**11**	0.33	0.62
120.7	139	**18.3**	0.72	0.64
143.4	156	**12.6**	< 0.1	0.50
174.6	190	**15.4**	< 0.1	0.36
232	238.2	**6.2**	< 0.1	0.65
250	257	**7**	< 0.1	0.58
265	281	**6.3**	< 0.1	0.45

Table 1: Drillhole NAK017 Assay Results

From (m)	From (m)	To (m)	Width (m)	Au g/t	Cu %
NAK001	0	5.8	**5.8**	1.9	(<0.1)
(hole depth=123.05m	46	63.1	**17.1**	(<0.1)	0.5
	73.8	81.4	**7.6**	(<0.1)	1.1
NAK002	0	21.2	**21.2**	0.59	(<0.1)
(hole depth=88.65m)	25.7	38	**12.3**	0.14	(<0.1)
NAK003	0	43.55	**43.55**	0.37	(<0.1)
(hole depth=184.85m)	85	171.15	**86.15**	0.5	0.46
	including				
	114.5	128.9	**14.4**	2.2	0.40
NAK006 (Q74D6)	0	18	**18**	0.18	(<0.1)
(hole depth=205m)	57	73	**16**	0.14	0.75
	76	88	**12**	(<0.1)	0.27
	92	116	**24**	(<0.1)	0.82
	127	167	**40**	(<0.1)	0.95
	171	197	**26**	(<0.1)	0.28

Table 2: Historical Drillhole Results (cut-off 0.1 g/t gold or 0.2% copper)

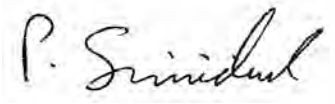
The Nakru Project is located on the island of New Britain in Papua New Guinea. It is approximately a four hour drive south-east of the capital of Kimbe, which has a functioning deep water port.

Nakru-1 is the most advanced of four prospects with the potential to host a large copper-gold mineralised system. Two styles of mineralisation are recognised:

- Breccia-hosted gold+/-copper+/-molybdenum mineralisation in an upper near-surface breccia unit of diatreme or hydrothermal origin. The breccia contains veins of quartz-pyrite-chalcopyrite, opaline silica and dog-tooth quartz.

- 'Porphyry-breccia' style copper+/-gold mineralisation in the underlying volcanic intrusive complex.

On behalf of the board,



Peter Swiridiuk
MANAGING DIRECTOR

kc/ps002.09

For further information please contact Peter Swiridiuk on (07) 5592 1001 or visit www.coppermoly.com.au.

The information in this report that relates to Exploration Results is based on information compiled by Peter Swiridiuk, who is a Member of the Australian Institute of Geoscientists. Peter Swiridiuk is employed by Coppermoly Ltd.

Peter Swiridiuk has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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'. Peter Swiridiuk consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

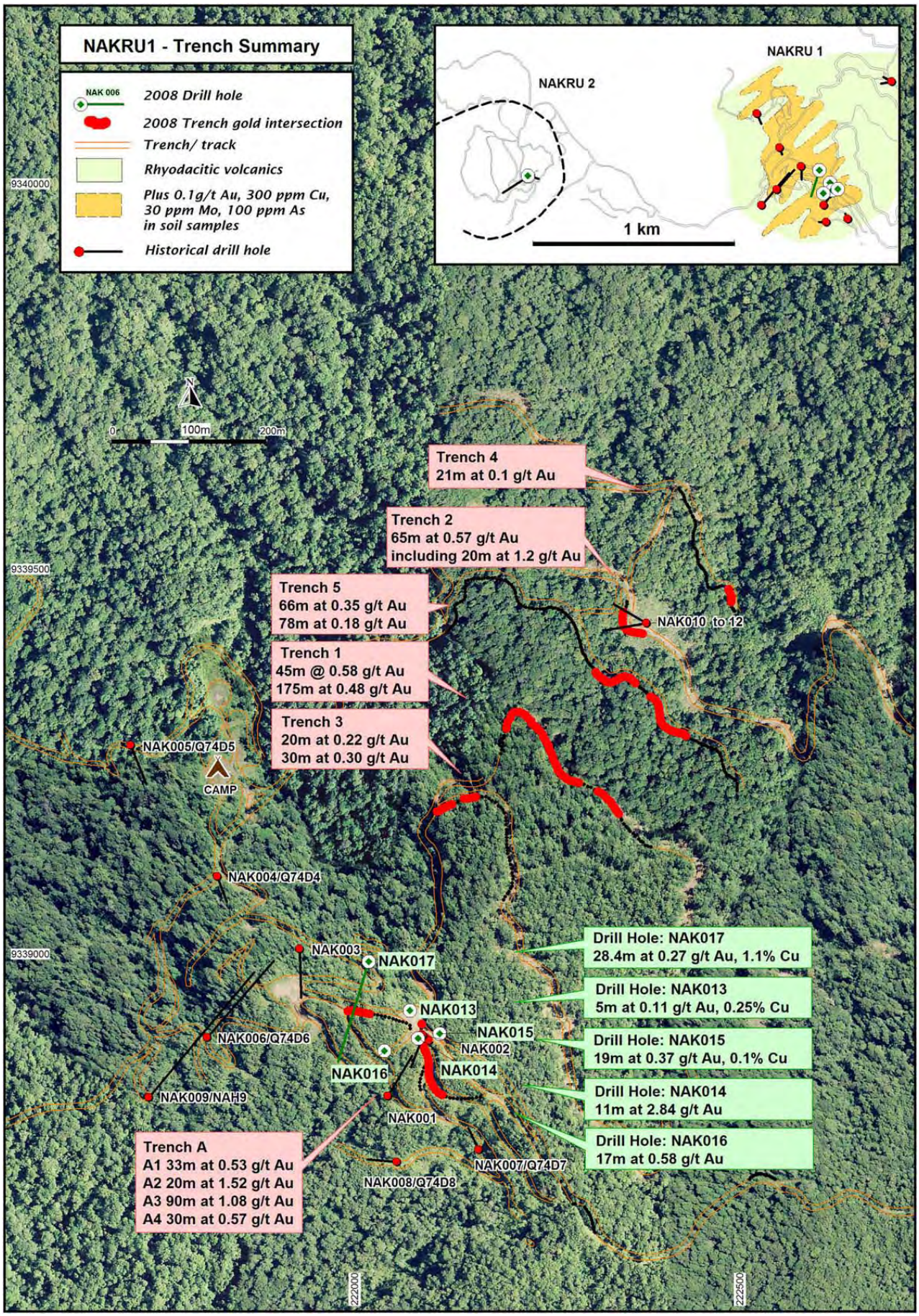

NAKRU1 - Trench Summary
NAK 006
2008 Drill hole
2008 Trench gold intersection
Trench/ track
Rhyodacitic volcanics
Plus 0.1g/t Au, 300 ppm Cu, 30 ppm Mo, 100 ppm As in soil samples
Historical drill hole
NAKRU 1
NAKRU 2
1 km
N
0
100m
200m
9340000
9339500
9339000
222000
222500
Trench 4
21m at 0.1 g/t Au
Trench 2
65m at 0.57 g/t Au
including 20m at 1.2 g/t Au
Trench 5
66m at 0.35 g/t Au
78m at 0.18 g/t Au
Trench 1
45m @ 0.58 g/t Au
175m at 0.48 g/t Au
Trench 3
20m at 0.22 g/t Au
30m at 0.30 g/t Au
NAK010 to 12
NAK005/Q74D5
CAMP
NAK004/Q74D4
NAK003
NAK017
NAK013
NAK015
NAK002
NAK006/Q74D6
NAK016
NAK014
NAK009/NAH9
NAK001
NAK007/Q74D7
NAK008/Q74D8
Drill Hole: NAK017
28.4m at 0.27 g/t Au, 1.1% Cu
Drill Hole: NAK013
5m at 0.11 g/t Au, 0.25% Cu
Drill Hole: NAK015
19m at 0.37 g/t Au, 0.1% Cu
Drill Hole: NAK014
11m at 2.84 g/t Au
Drill Hole: NAK016
17m at 0.58 g/t Au
Trench A
A1 33m at 0.53 g/t Au
A2 20m at 1.52 g/t Au
A3 90m at 1.08 g/t Au
A4 30m at 0.57 g/t Au

FIGURE 1

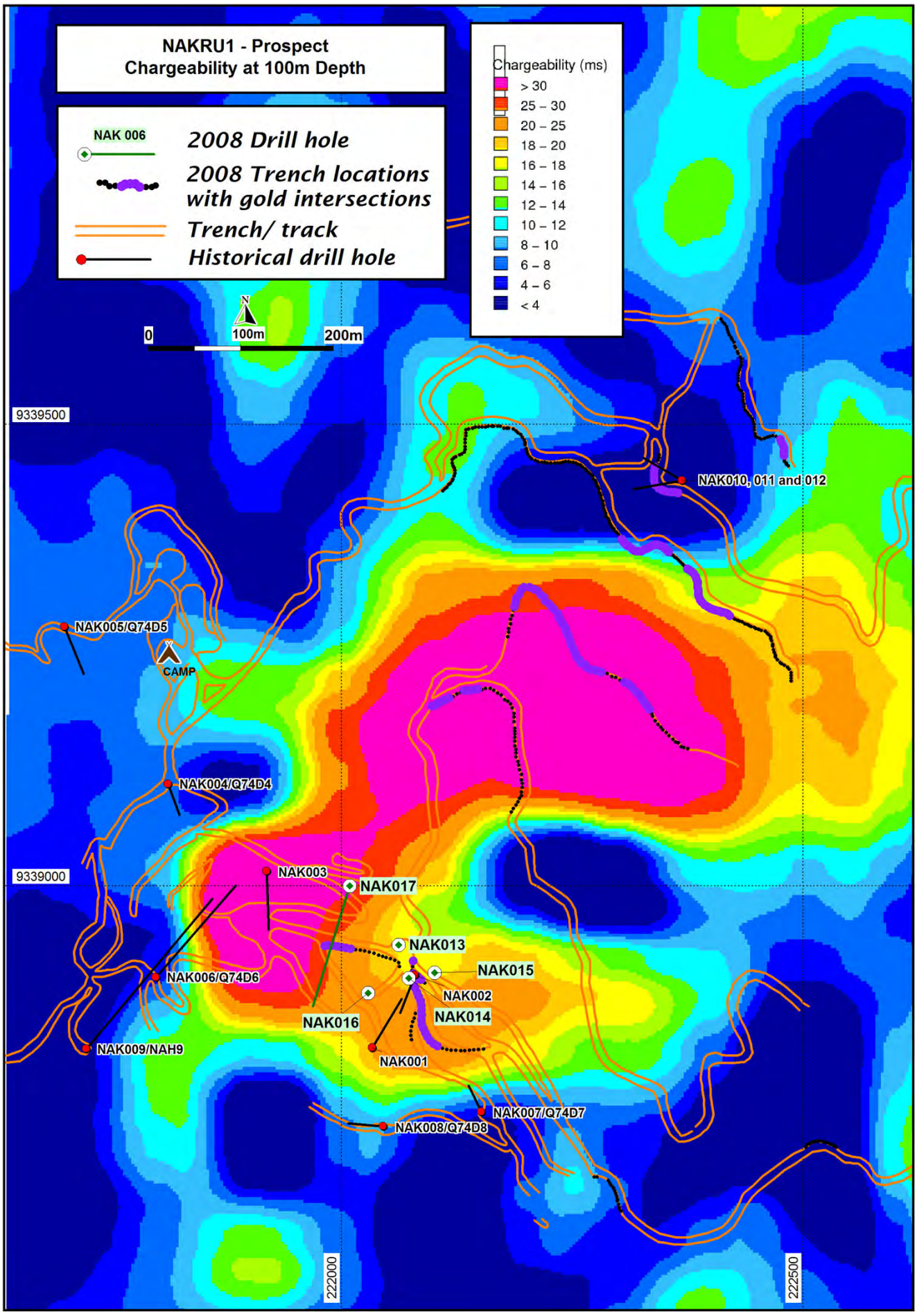

NAKRU1 - Prospect
Chargeability at 100m Depth
NAK 006
2008 Drill hole
2008 Trench locations with gold intersections
Trench/ track
Historical drill hole
Chargeability (ms)
> 30
25 – 30
20 – 25
18 – 20
16 – 18
14 – 16
12 – 14
10 – 12
8 – 10
6 – 8
4 – 6
< 4
N
0
100m
200m
9339500
9339000
222000
222500
NAK010, 011 and 012
NAK005/Q74D5
CAMP
NAK004/Q74D4
NAK003
NAK017
NAK013
NAK015
NAK006/Q74D6
NAK002
NAK016
NAK014
NAK009/NAH9
NAK001
NAK007/Q74D7
NAK008/Q74D8

FIGURE 2

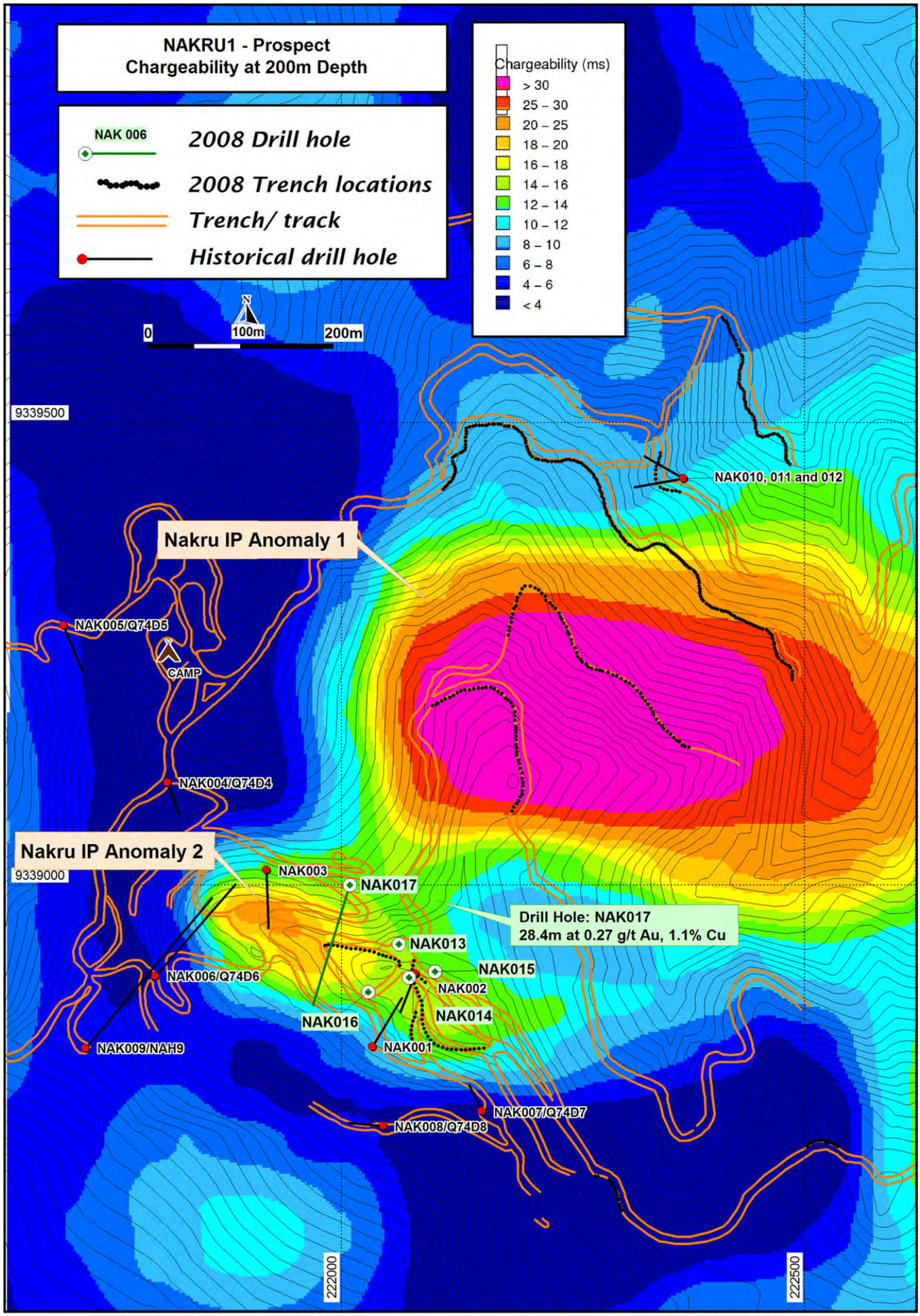

NAKRU1 - Prospect
Chargeability at 200m Depth
NAK 006
2008 Drill hole
2008 Trench locations
Trench/ track
Historical drill hole
Chargeability (ms)
> 30
25 – 30
20 – 25
18 – 20
16 – 18
14 – 16
12 – 14
10 – 12
8 – 10
6 – 8
4 – 6
< 4
N
0
100m
200m
9339500
9339000
222000
222500
Nakru IP Anomaly 1
Nakru IP Anomaly 2
NAK010, 011 and 012
NAK005/Q74D5
CAMP
NAK004/Q74D4
NAK003
NAK017
Drill Hole: NAK017
28.4m at 0.27 g/t Au, 1.1% Cu
NAK013
NAK015
NAK002
NAK014
NAK006/Q74D6
NAK016
NAK009/NAH9
NAK001
NAK007/Q74D7
NAK008/Q74D8

FIGURE 3