

**One in the bag!
What next?**



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Limited**

**Speaker:
Keith Yates**

Mid Cap Confab
Lodge Partners
30 March 2006

A diversified minerals play!



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Vital Statistics

- ASX Code: **ADN**
- Shares issued:
69.58 million
- Unlisted options:
4.67 million
- Cash:
\$4.5 million
- Shareholders: **~1300**
- Major Shareholders:
Troy Resources NL (17%)
Keith Yates (8.3%)
- 12 month trading:
19 to 72 cents
- Market capitalisation:
\$31.3 million (45 cents)



Board members left to right:
John den Dryver – Director
Chris Drown – Exploration Director
Keith Yates – Executive Chairman
John Horan – Director



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Mission

*To create shareholder value by
minerals discovery*





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Profile

- South Australian based diversified mineral explorer listed since 1996
- Experienced Board and Management - well funded
- Exciting mineral sands discovery in late 2005
- Range of projects - gold-copper, uranium, iron ore
- at promising stages
- Joint ventures with reputable majors

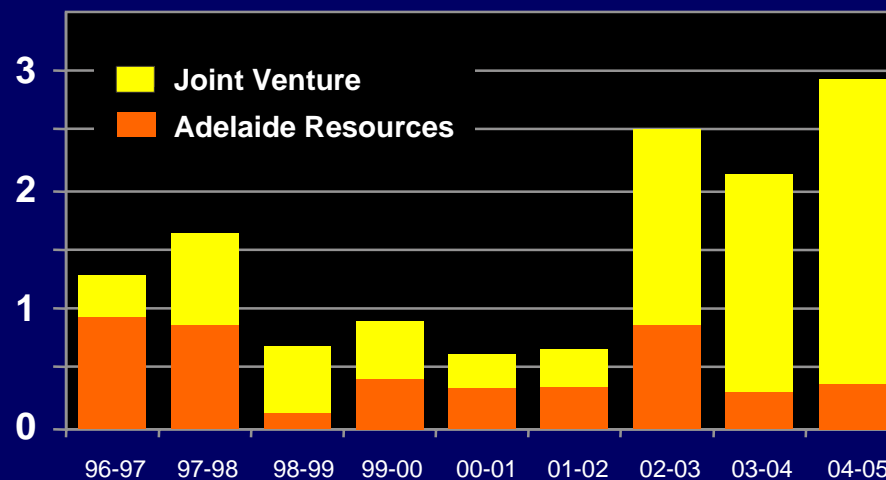


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Exploration Activity

*Exploration
Expenditure
(\$ million)*



40000

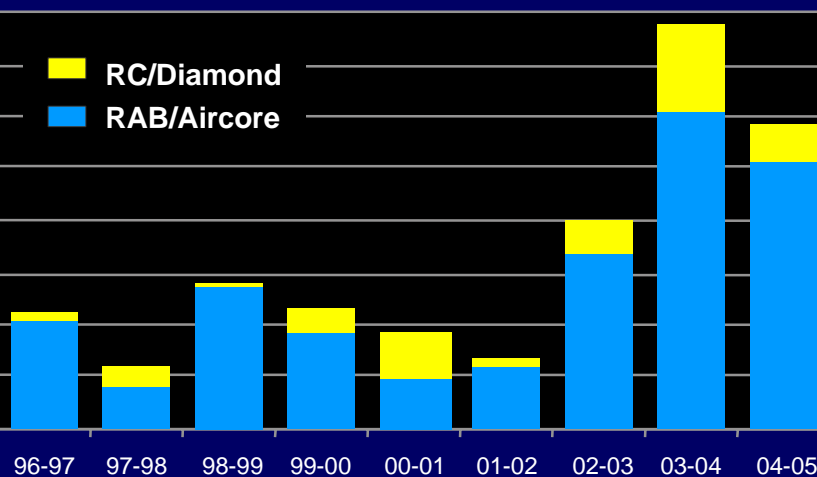
RC/Diamond
RAB/Aircore

30000

20000

10000

0



*Drilling
(metres)*



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Project Locations





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Tripitaka Mineral Sands Discovery

*With Iluka Resources Limited
spending \$1.0M to earn 51%
(expected mid 2006)*

*Resource drill-out
in progress*





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What are mineral sands?

- Mineral sands deposits are concentrations of heavy minerals generated by wave action on beaches
- These beaches can be modern day or as old as 40-50 million years
- The valuable components are typically zircon and the titanium bearing minerals rutile and illmenite





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Where are these minerals used?

Zircon Products





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Titanium Pigment Products

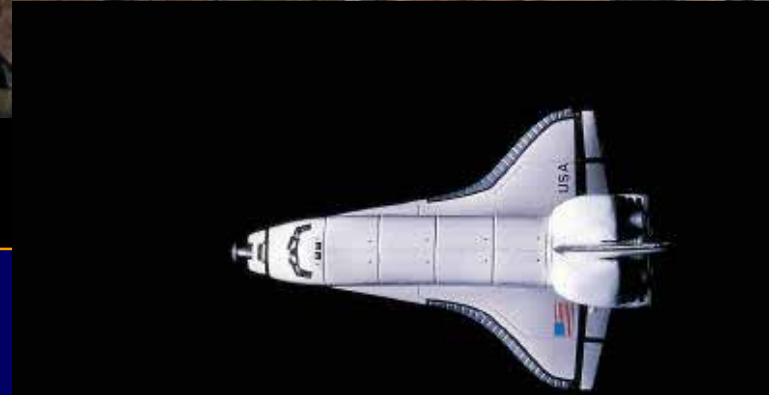




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Titanium Metal Products

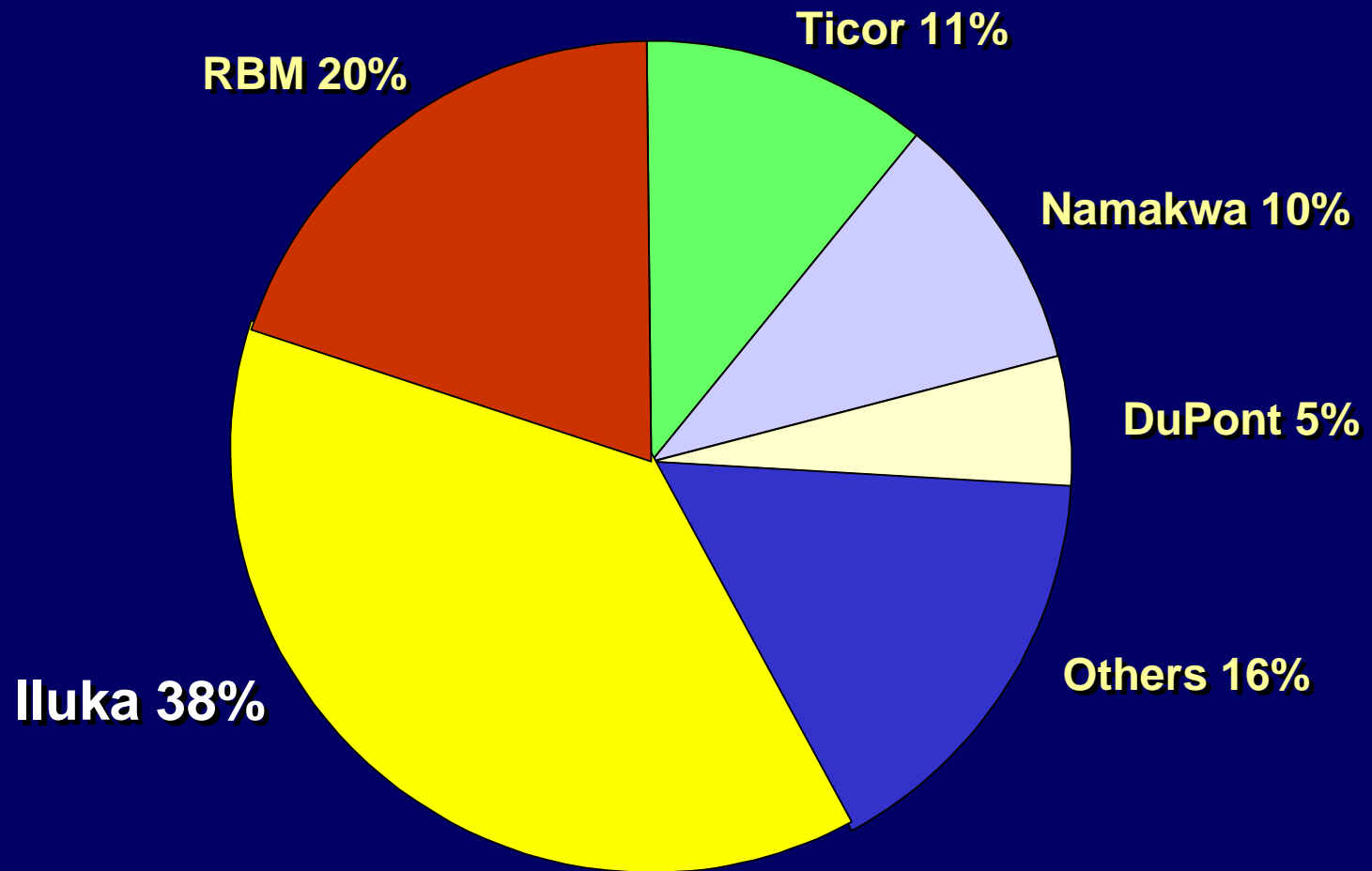




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Indicative Market Share - Zircon



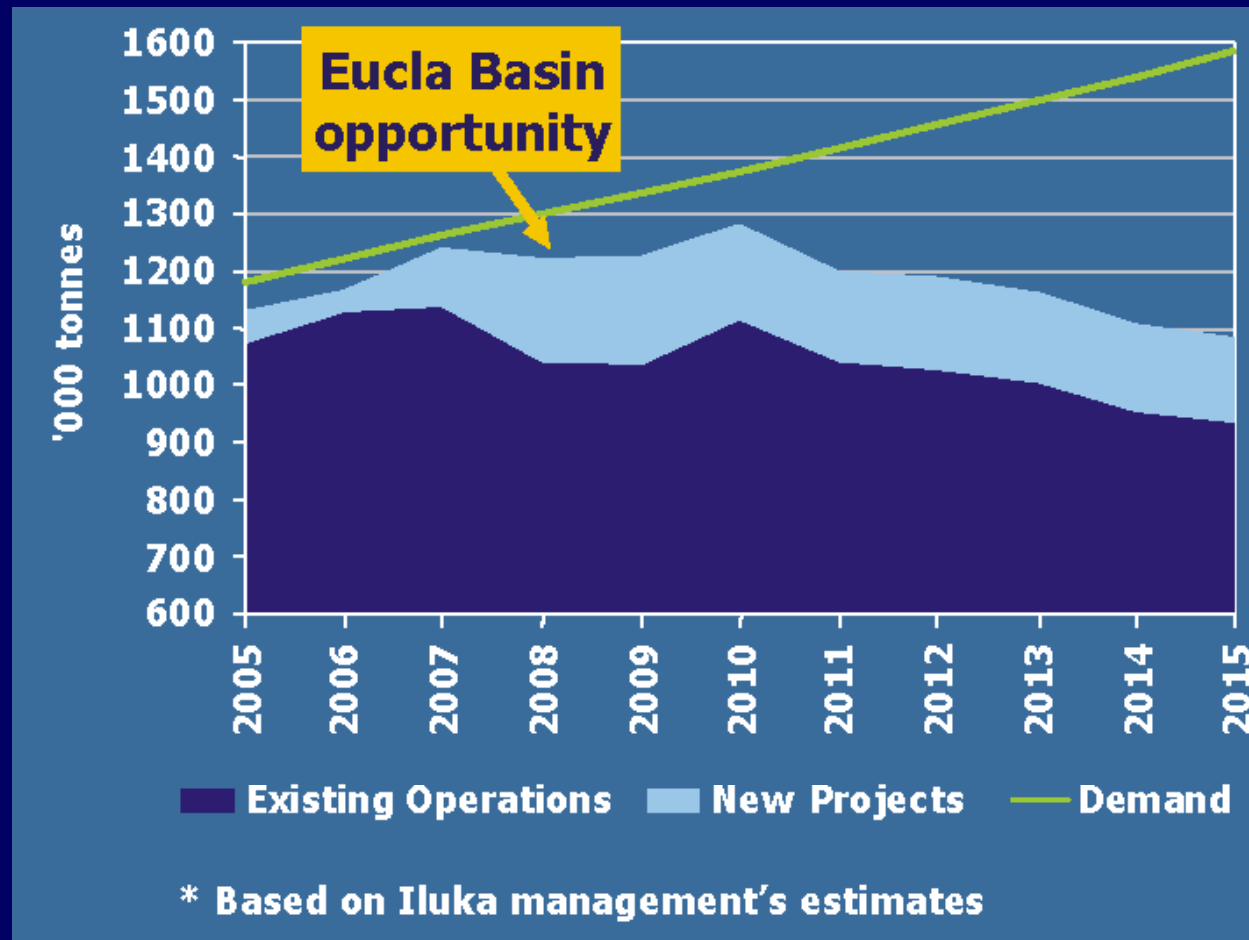
(courtesy Iluka Resources)



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Zircon Market Opportunity*



(courtesy Iluka Resources)



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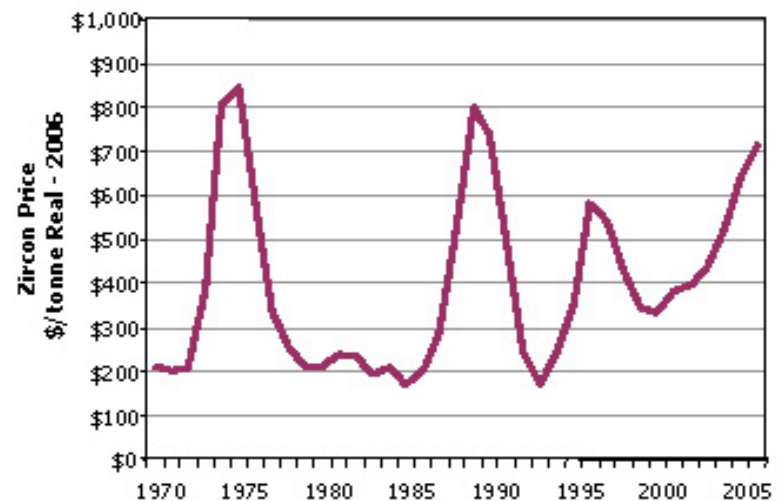


Zircon Market

Zircon Market Dynamics

- Supply remains very tight:
 - delay of some projects
 - flat/declining output from existing producers
- Supply shortage started in 2003 and will continue through 2006
 - stocks steadily drawn down
 - minimum stock levels for producers & consumers
- Steady price increases since 2002
- Changing pricing dynamics evident

Historical Zircon Price





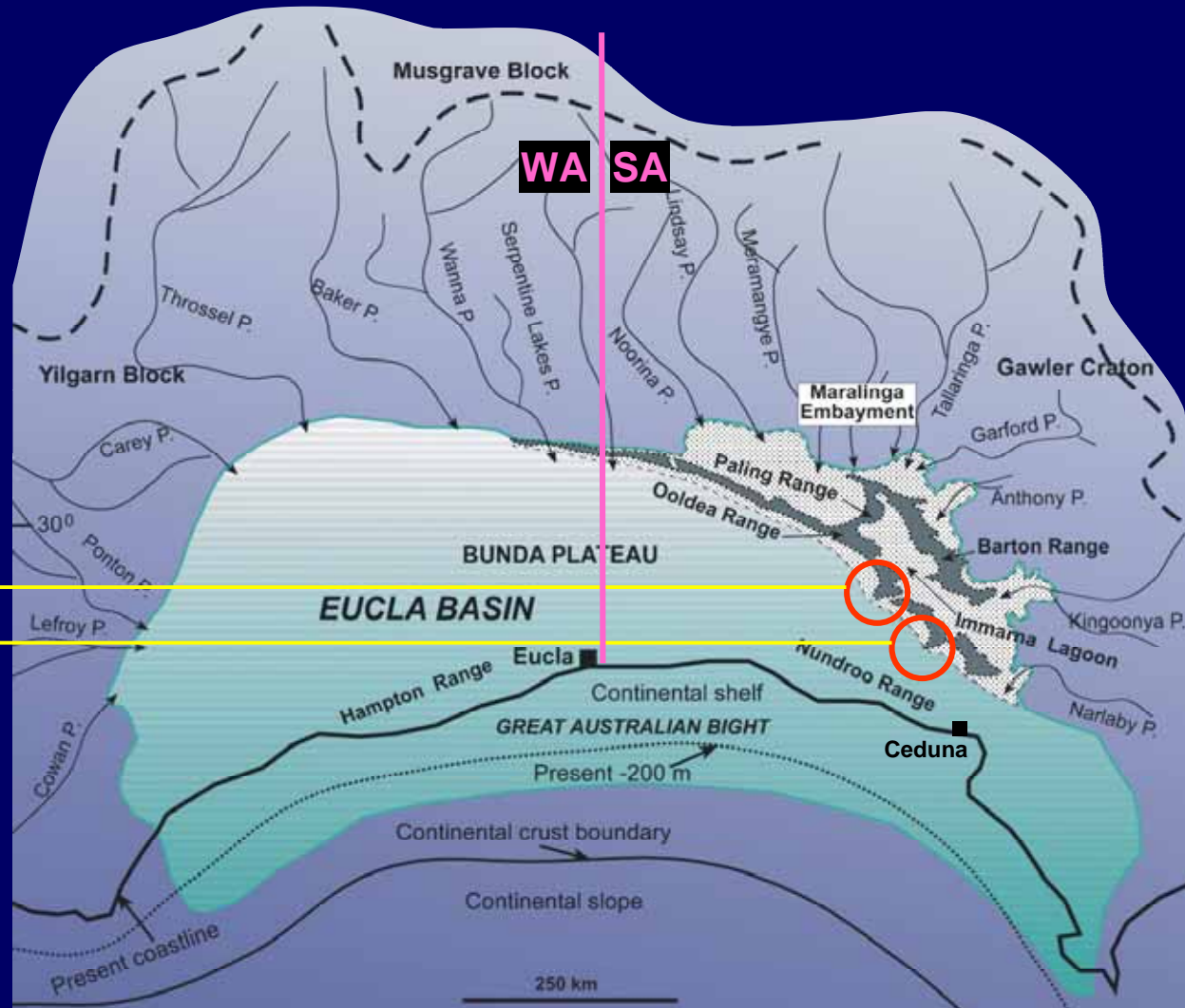
Adelaide Resources Limited



Eucla Basin - Potentially world's premier zircon province



Iluka discoveries
Tripitaka
Adelaide/Iluka

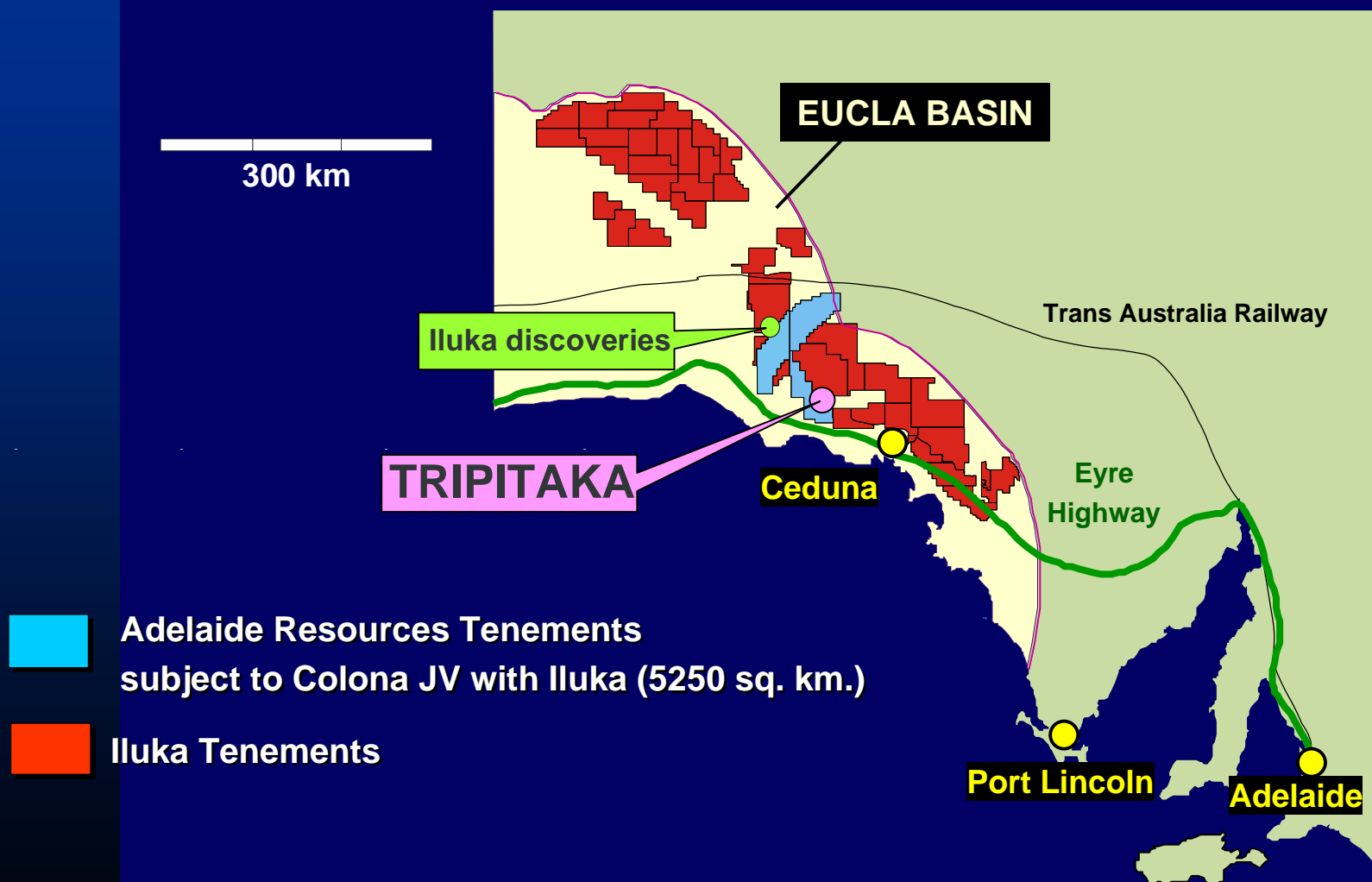




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Eucla Basin Tenements

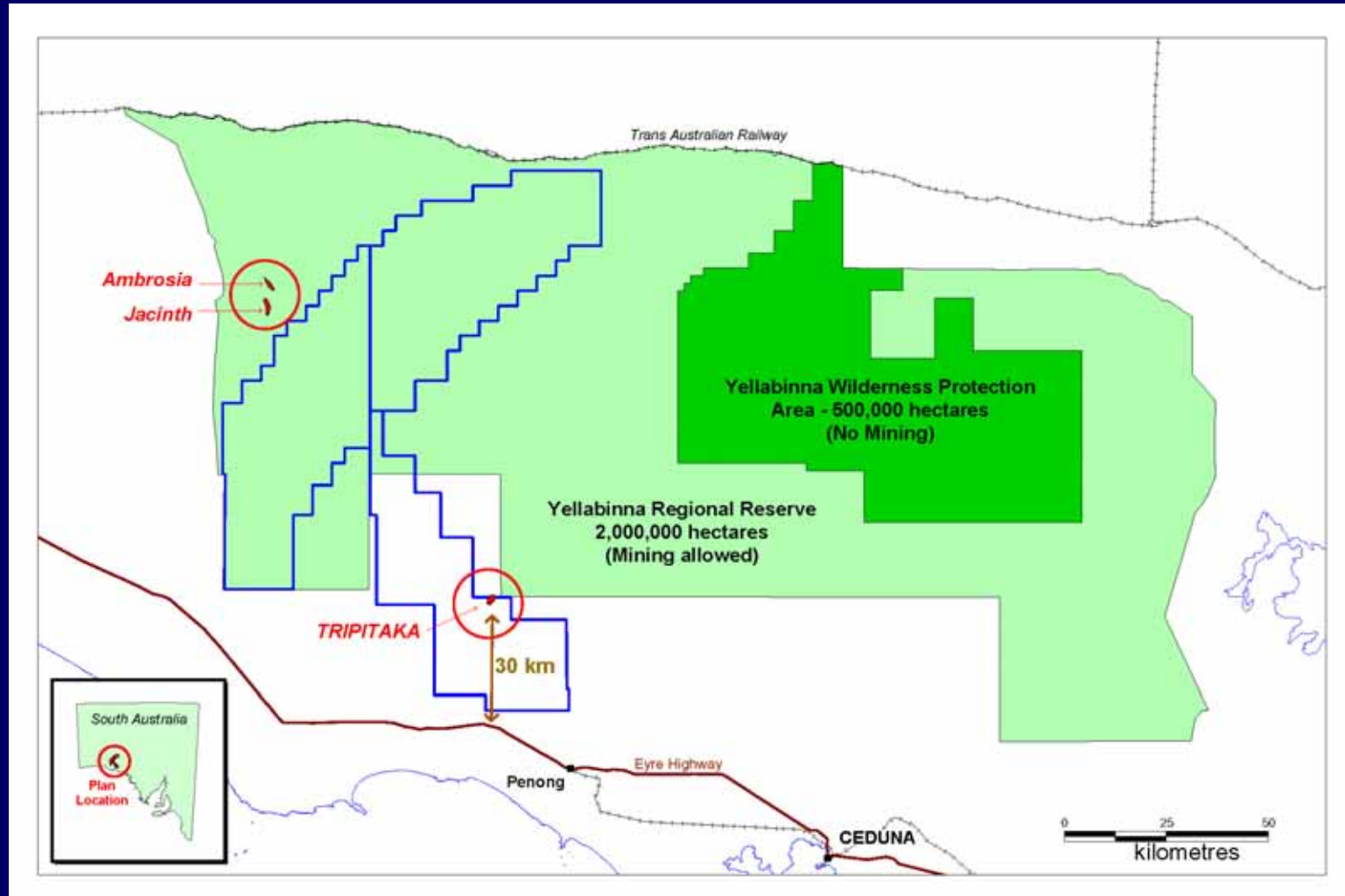




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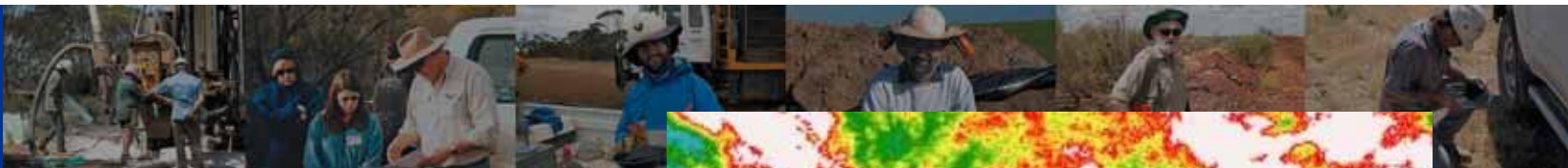


Regional Location





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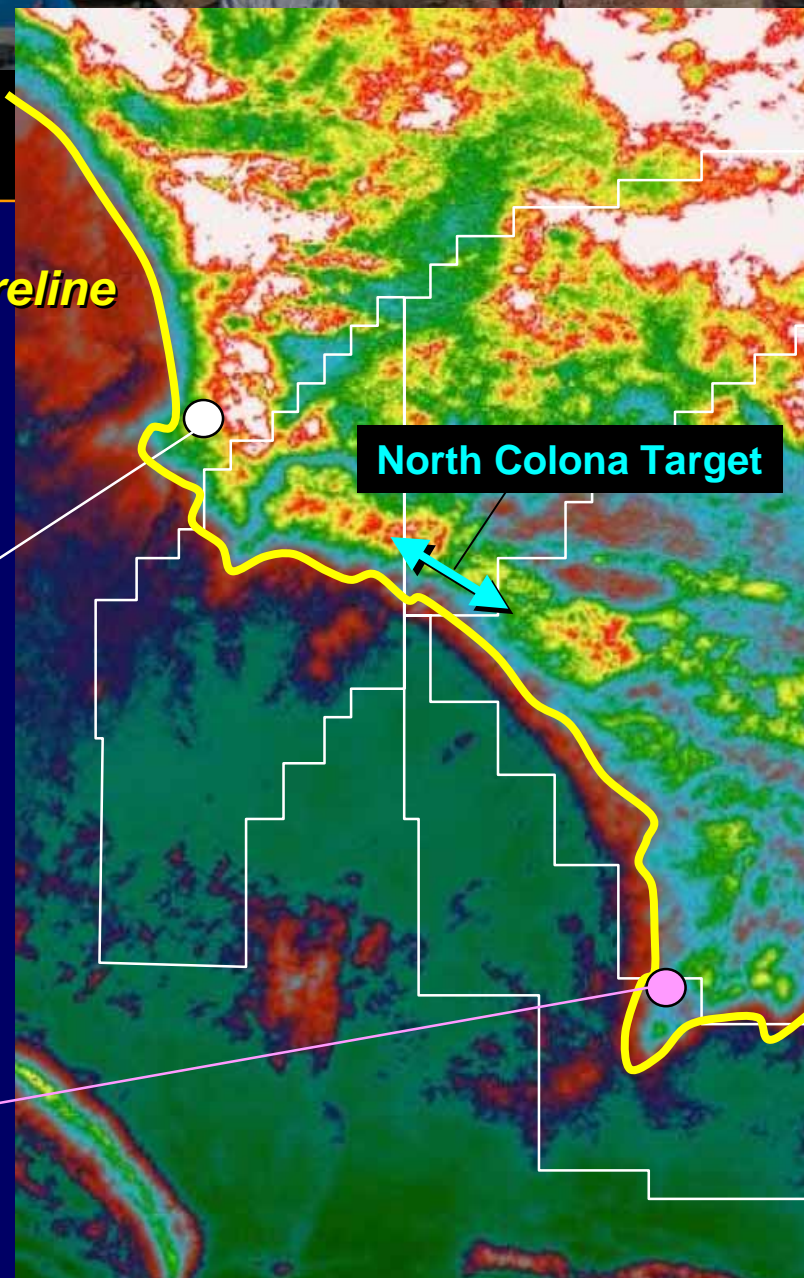
Colona Joint Venture

30 km *Ancient Shoreline*

**JACINTH AND
AMBROSIA DISCOVERIES
(Late 2004)**

Shuttle Radar Topography
Mission (SRTM) data image

**TRIPITAKA
DISCOVERY**

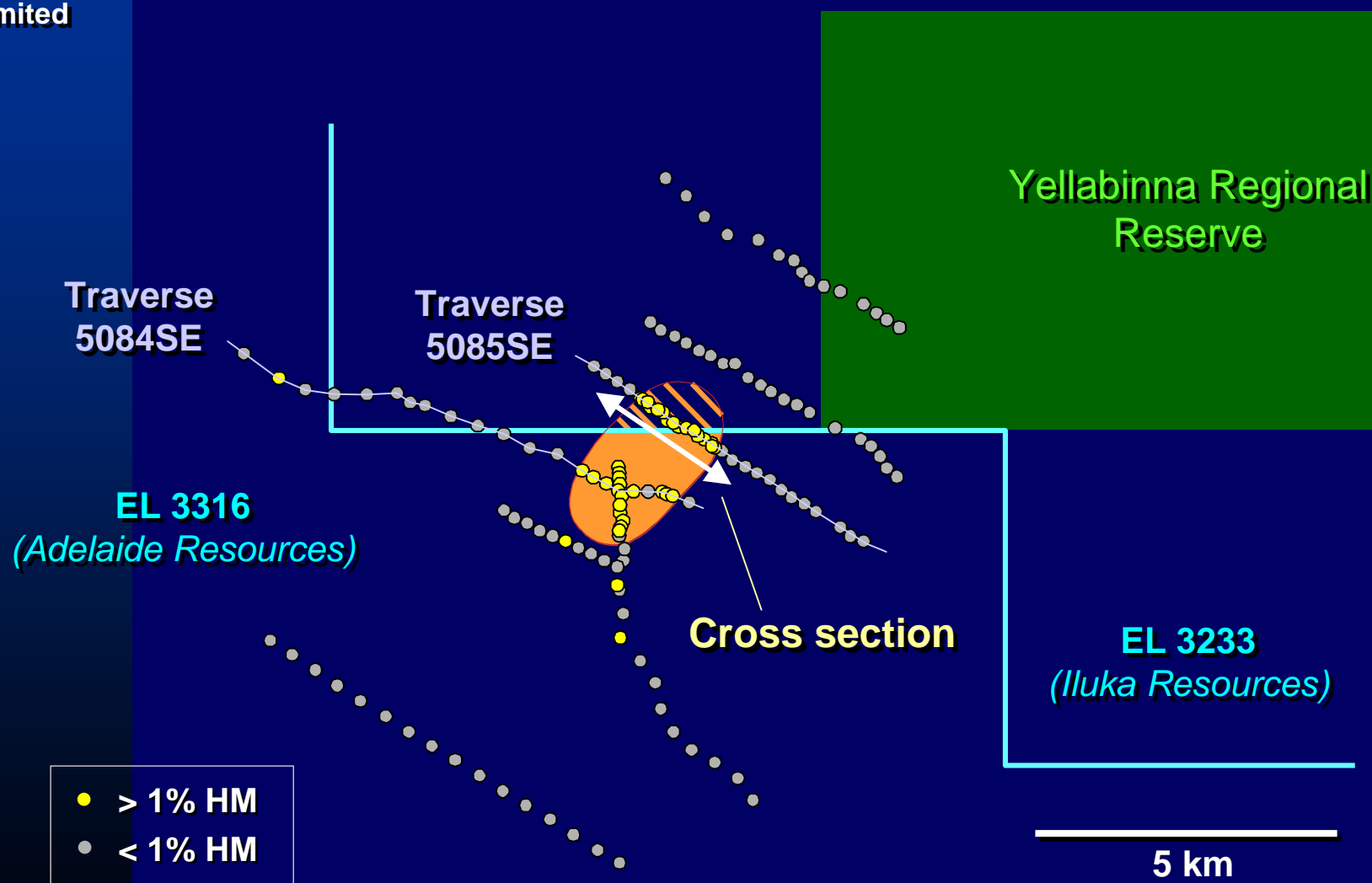




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Tripitaka Location

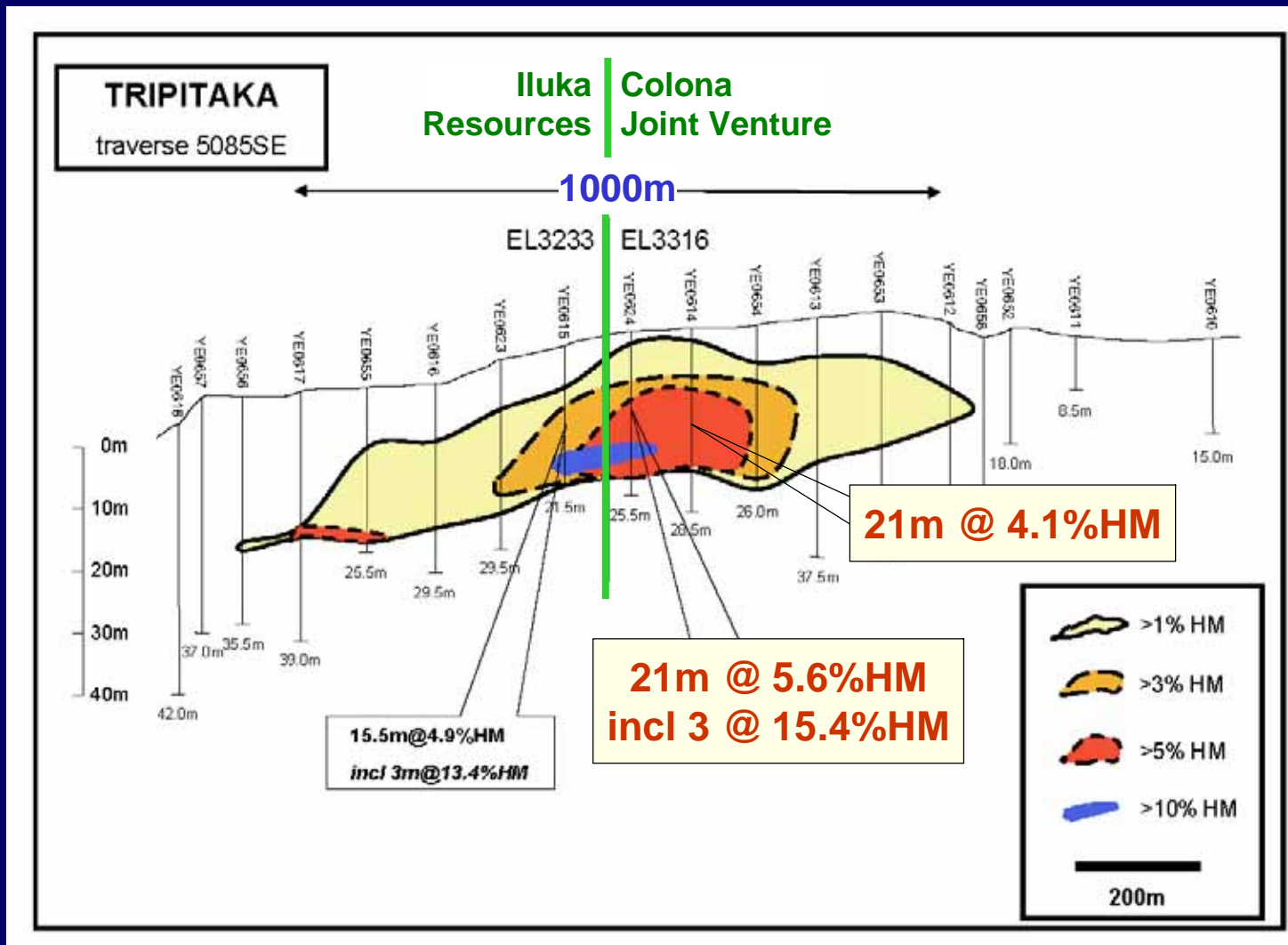




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Tripitaka - Section 5085SE - Looking North





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Significant Intersections (>1% HM) Line 5085SE

Hole	From (m)	To (m)	Interval (m)	%HM	%Clay (-53 microns)
YE0656	22.5	24.0	1.5	1.2	3.6
YE0617	21.0	22.5	1.5	5.8	2.2
YE0655	9.0	24.0	15.0	1.9	12.2
YE0616	9.0	22.5	13.5	1.6	11.8
YE0623	7.5	24.0	16.5	2.7	10.6
YE0615	6.0	21.5	15.5	4.9	10.2
YE0624	1.5	22.5	21.0	5.6	16.0
YE0614	1.5	22.5	21.0	4.1	19.8
YE0654	6.0	25.5	19.5	3.5	15.2
YE0613	6.0	22.5	16.5	1.9	16.8
YE0653	7.5	21.0	13.5	1.2	17.3
YE0612	10.5	15.0	4.5	1.2	15.2

Traverse	% Zircon	% Leucoxene*	% Ilmenite
5085SE	68	12	11

* The leucoxene percentage contains a rutile component yet to be defined.



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Indicative Comparison of Australian HMS Resources

Province	Company	MT	%HM	HM Mt	% Zircon	% Rutile	% Ilmenite ⁽⁷⁾	US\$/t HM conc ⁽⁸⁾	US\$/t in ground
Stradbroke Is ⁽¹⁾	Iluka	817	0.9%	7.13	11%	13%	44%	162	1.46
Murray Basin ⁽¹⁾	Iluka	487	10.6%	51.42	10%	11%	49%	151	15.97
Murray Basin ⁽²⁾	Bemax	2196	2.8%	61.37	10%	18%	53%	185	5.19
Murray Basin ⁽³⁾	Aust. Zircon	178	3.2%	5.74	19%	11%	66%	217	7.00
WA mid-west ⁽¹⁾	Iluka	837	5.2%	43.32	11%	7%	51%	141	7.31
WA south-west ⁽¹⁾	Iluka	642	7.9%	50.91	8%	2%	79%	122	9.62
WA south-west ⁽²⁾	Bemax	154	9.0%	13.91	9%		81%	120	10.80
WA south-west ⁽⁴⁾	Olympia Res.	82	3.2%	2.61	14%		75%	147	4.70
WA north-west ⁽⁵⁾	Gunson	690	1.4%	9.3	24%	6%	66%	229	2.50
Eucla Basin ^(1&6)	Iluka	162	5.0%	8.1	55%	7%	20%	389	19.43

Data Sources and Notes

- (1) - Iluka Resources Limited Concise Annual Report 2004
- (2) - Bemax Resources NL 2004 Annual Report
- (3) - Australian Zircon NL 2005 Annual Report
- (4) - Olympia Resources 2005 Annual Report - Assemblage information taken from Keysbrook Reserve
- (5) - Advised by Gunson Resources
- (6) - Iluka Resources Limited ASX announcement 8 Feb 2005
- (7) - Includes various Ti minerals including leucoxene and HiTi Ilmenite which may sell for higher prices
- (8) - Based on 2005 prices as advised by TZ Minerals International

Commodity	US\$/tonne
Zircon	\$620
Rutile	\$450
Ilmenite	\$80



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Tripitaka - Effect of Grade Variation

Province	Company	%HM	%Zircon	%Rutile	%Ilmenite	US\$/t conc	US\$/t in ground
Eucla Basin	Iluka/Adelaide Res.	3.0%	65%	7%	17%	448	13.44
		3.5%	65%	7%	17%	448	15.68
		4.0%	65%	7%	17%	448	17.92
		5.0%	65%	7%	17%	448	22.41

Assumes that the rutile content
(yet to be determined for Tripitaka)
will be the same as for Jacinth (7%).

Commodity	US\$/tonne
Zircon	\$620
Rutile	\$450
Ilmenite	\$80



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What if Iluka's Jacinth / Ambrosia were gold deposits?

Using a gold price of US\$550/oz the combined in-ground resources of Jacinth and Ambrosia would be equivalent to a **5.7Moz** gold deposit.

i.e. 162MT @ 1.1g/t Au

And this in deposits that are very close to surface and **can be mined with a garden spade!**

Zircon only in-ground value = \$A4 billion



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Tripitaka - What next?

- Resource drill-out recently commenced
- Field program will take at least 2 months
- Following that is laboratory analysis of samples and resource estimation
- Resource announcement expected towards end of September quarter
- Iluka will earn 51% during this program



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Eyre Peninsula Gold/Uranium Project

100% Adelaide Resources Limited

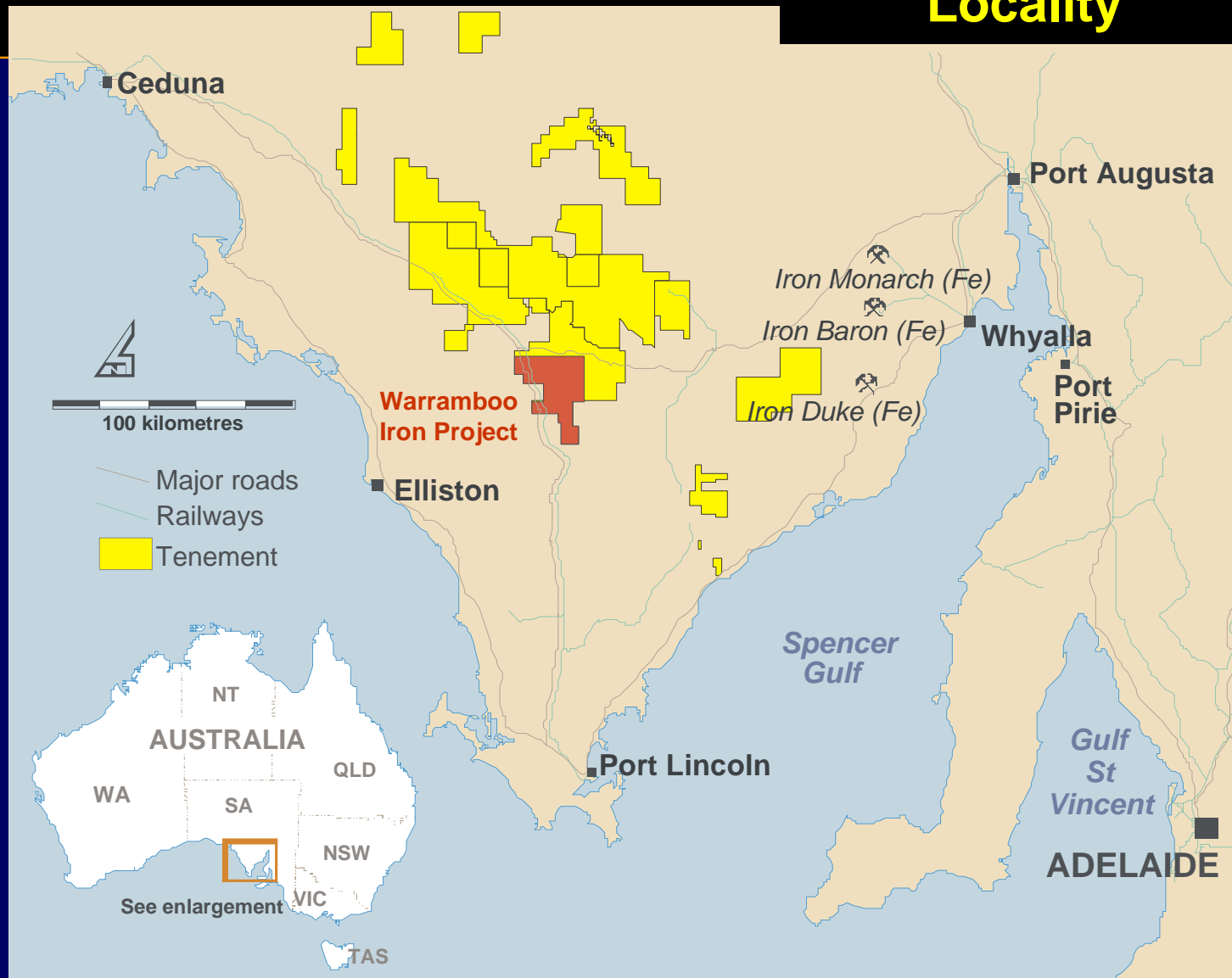




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Locality

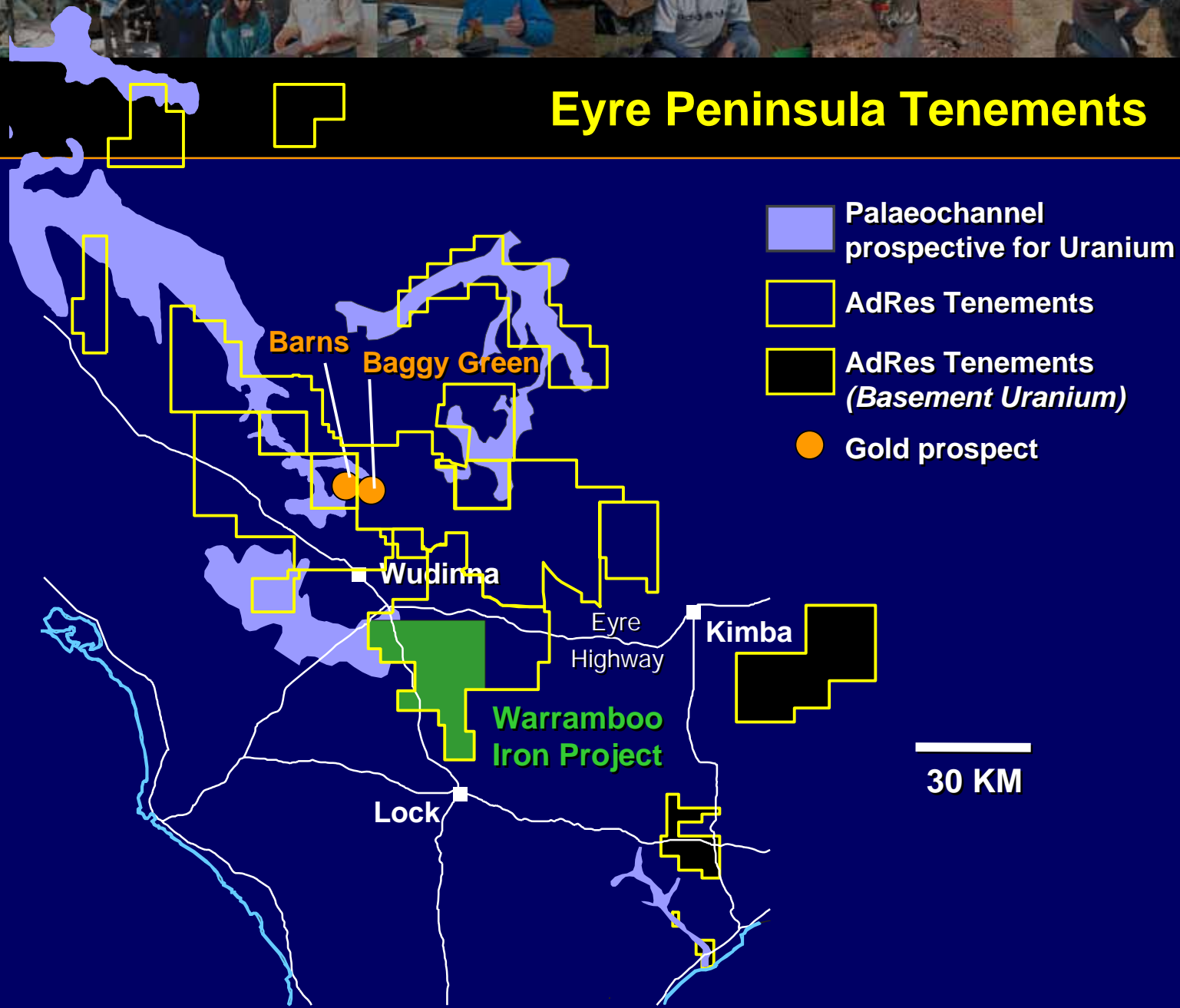




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Eyre Peninsula Tenements

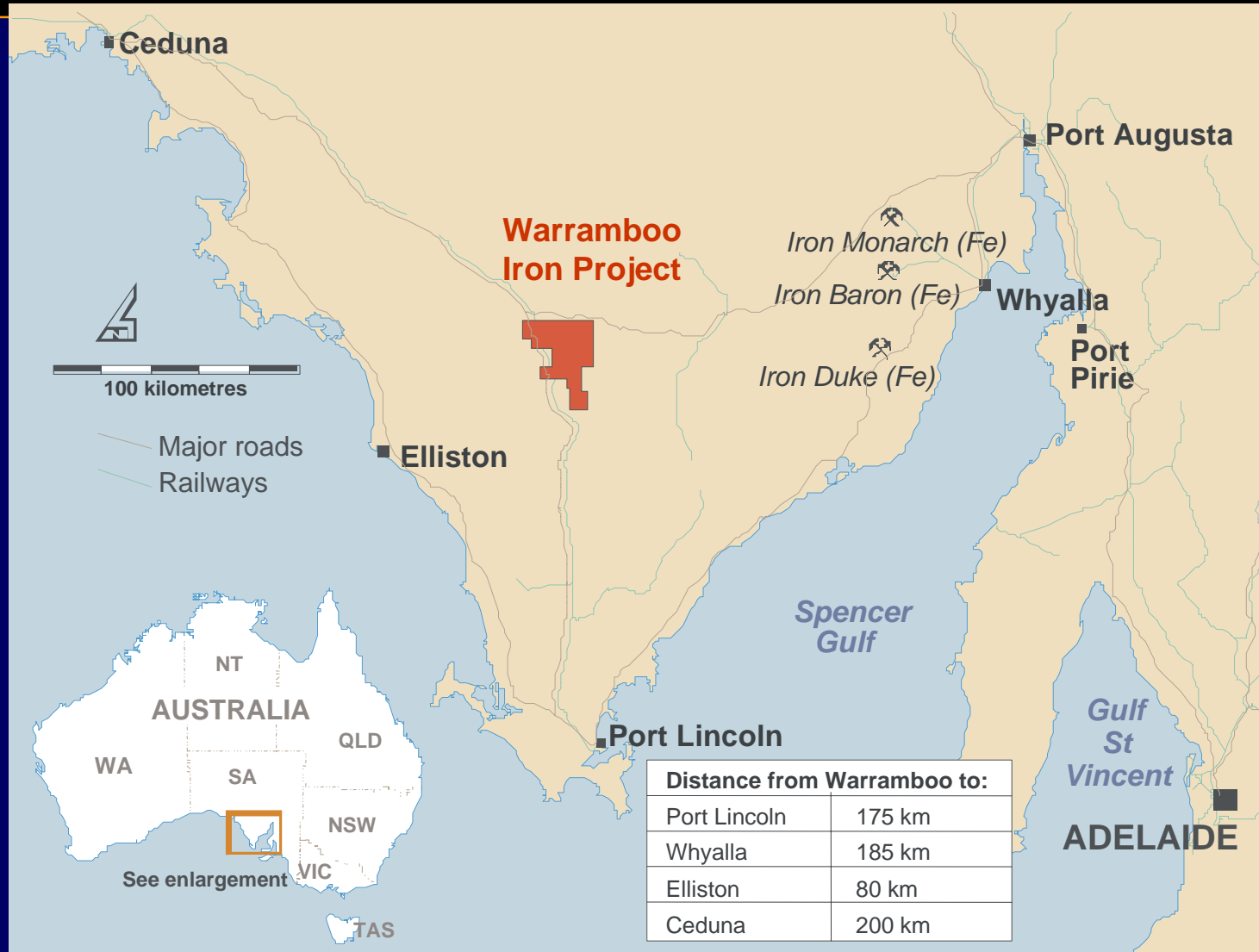




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Warrambo Iron Project - Locality

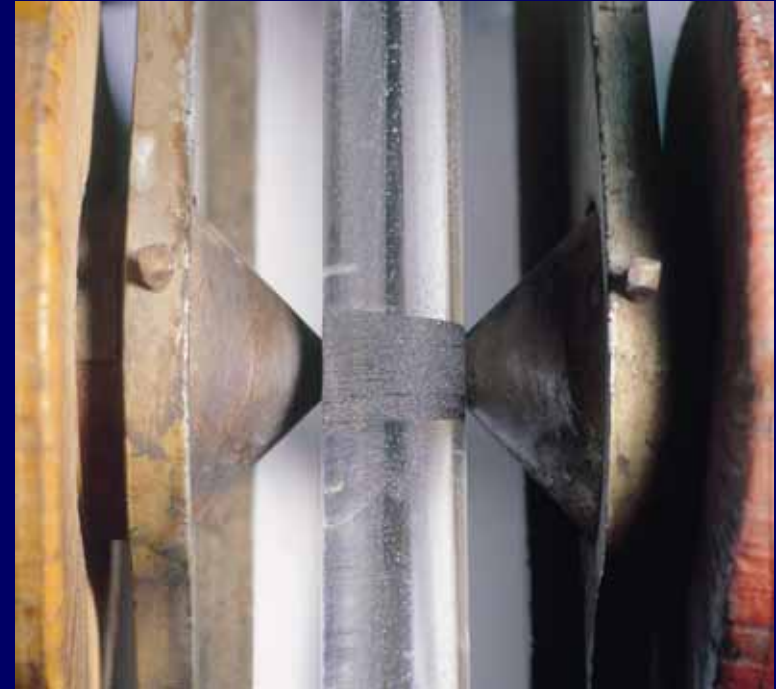




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Davis Tube Separation



Warrambo magnetite held between the poles of Davis Tube magnetic separator.

Amdel technician using Davis Tube magnetic separator.



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Warramboe - Conclusions to date

- Extensive strike length
- Substantial tonnage potential
- Coarse grain size
- Excellent product chemistry
- 100% owned
- Supportive Government
- Good location and infrastructure
- Local workforce
- Nearby deepwater port
- No native title or environmental impediments
- Worthy iron ore exploration project

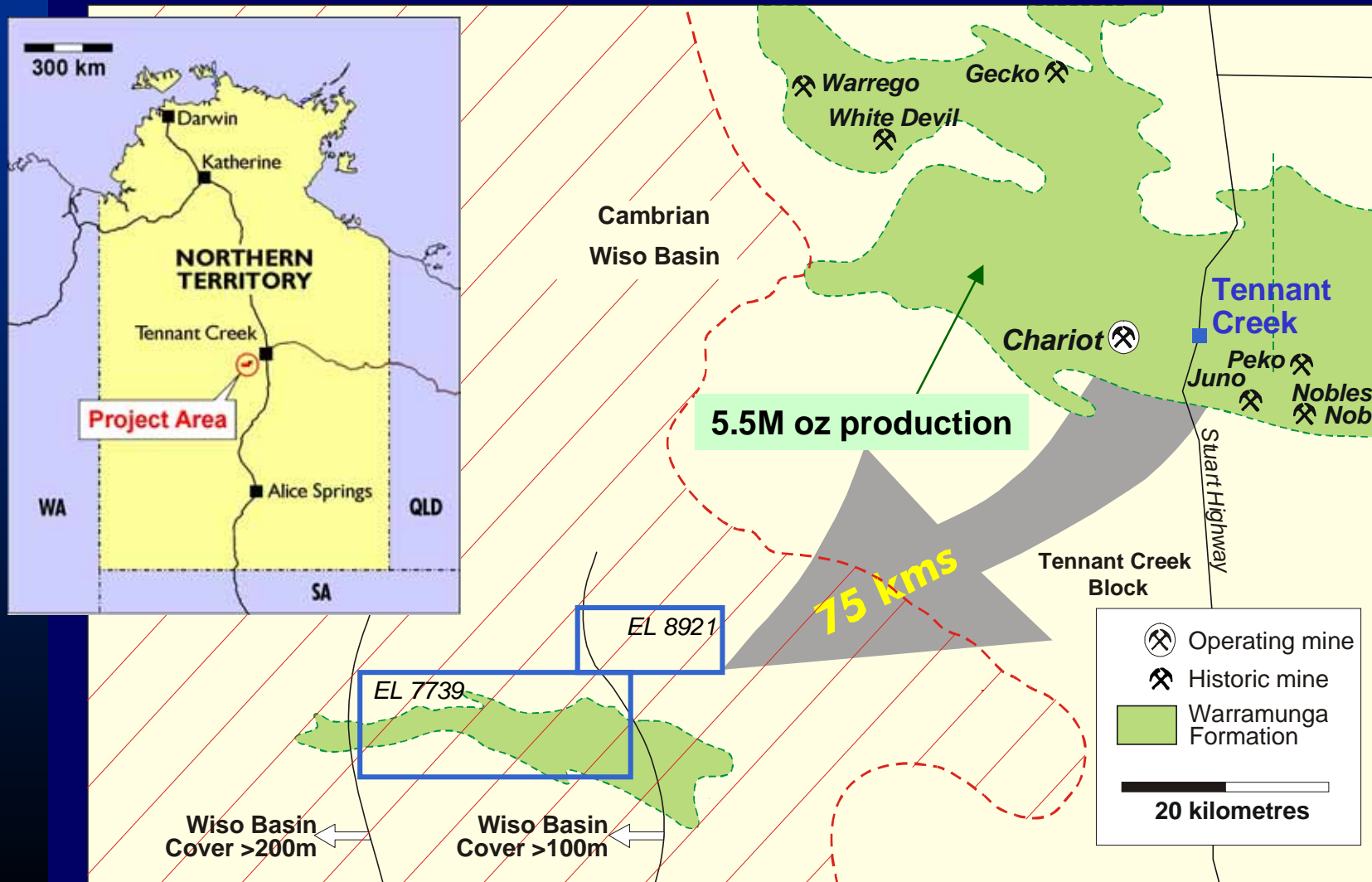
Further drilling is required to establish inferred resource quality



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Rover - Lifting the lid on a bonanza field!





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Tennant Creek - Major Producers

Mine	Tonnes	Au (g/t)	Au (oz)	Cu (t)
Warrego	6,750,000	6.6	1,475,000	178,000
Nobles Nob	1,996,000	17.3	1,110,000	—
Juno	452,000	56.1	815,000	1,000
White Devil	1,618,000	14.6	761,000	—
Peko	3,676,000	3.5	414,000	147,000

Tennant Creek orebodies are company makers!

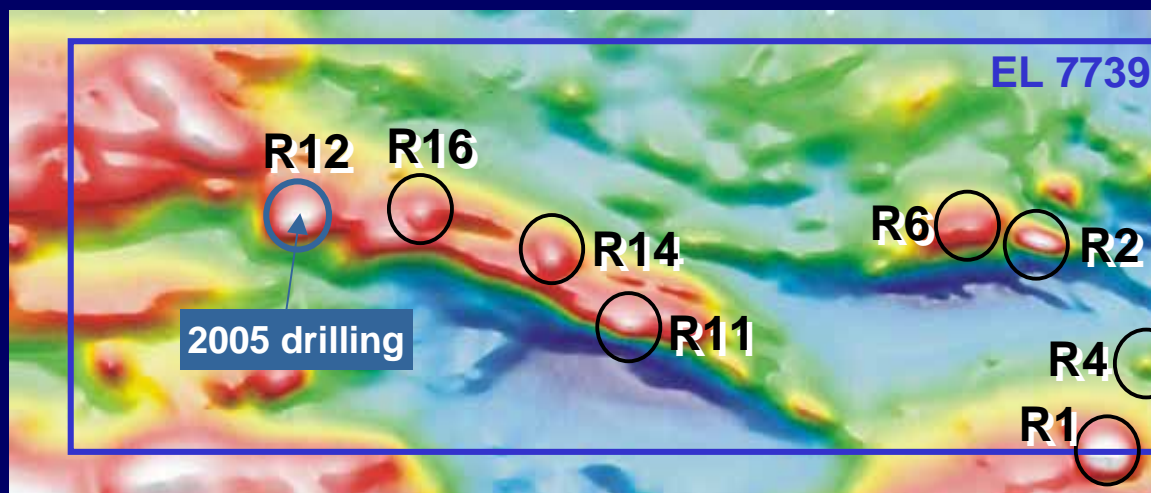
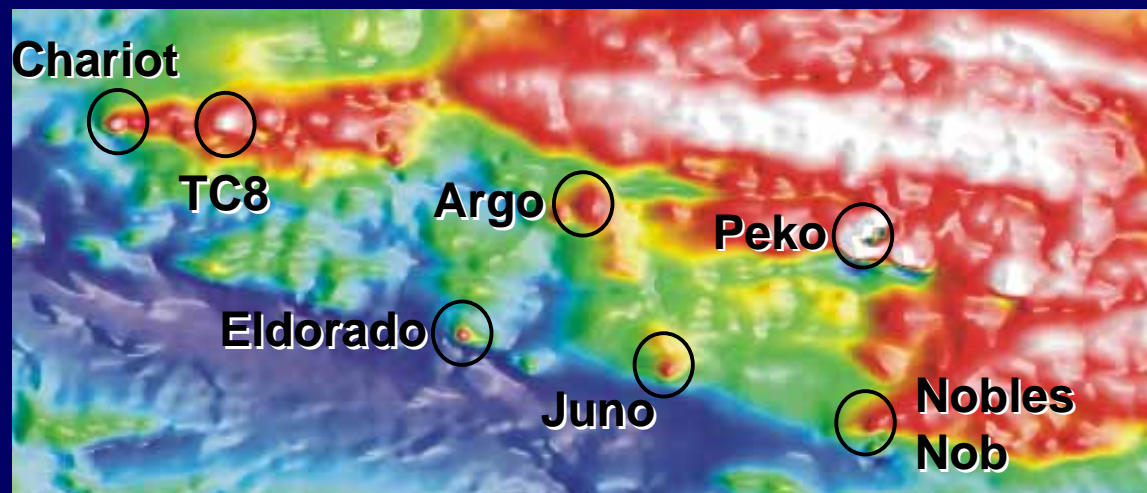


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Rover Project

Central Tennant
Creek Field
(2.5M ounces)



5 km
Rover Field
(? ounces)

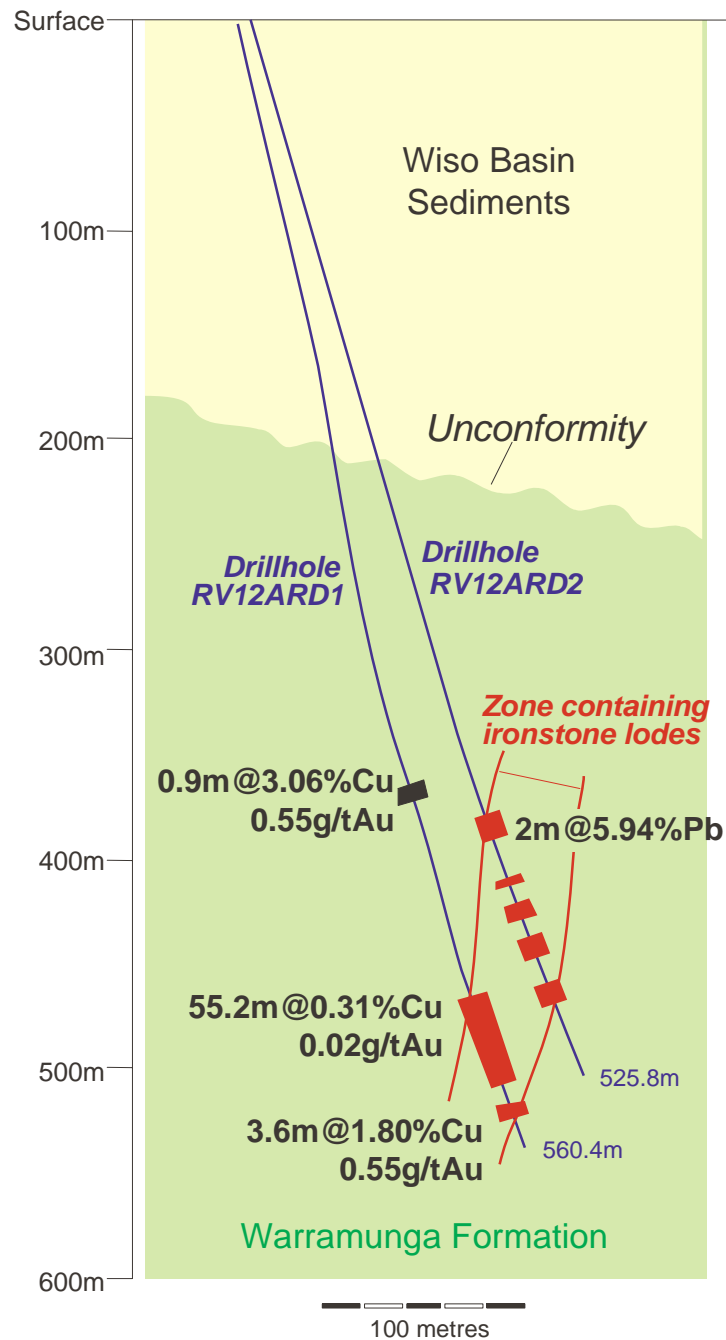
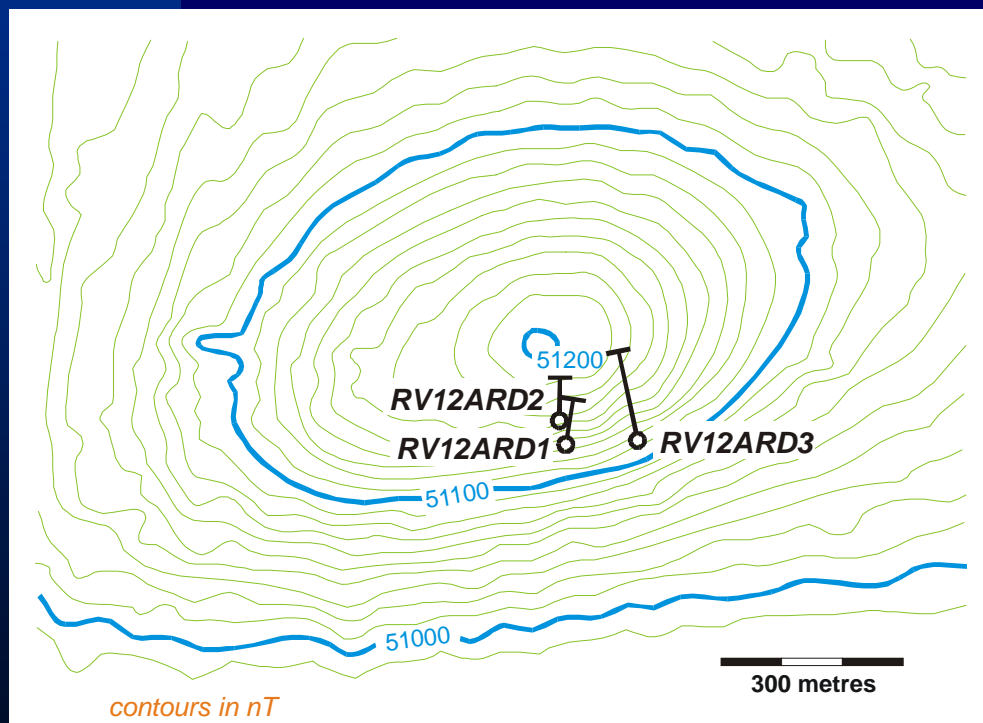


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R12 Section 339850E

R12 Magnetic contours





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Rover Project

*An exciting gold-copper play in a district renowned
for company making discoveries*

More drilling this year!





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What Next?

- Drilling underway at Wombat **copper/gold** (*Jan-Mar 06*)
- Resource drilling of Tripitaka **mineral sands** discovery
Iluka's highest Eucla Basin priority for 2006 (*Mar 06*)
- Barns/Baggy Green **gold** drilling (*April 06*)
- Drilling recommences at Rover **gold/copper** (*Q2-06*)
- Tripitaka resource estimate (*Q3*)
- Eyre Peninsula **Uranium** (*watch this space*)
- Warramboe **Iron** (*watch this space*)

“A very active and diversified mineral explorer”



www.adelaideresources.com.au



Providing shareholders with discovery opportunities!