



MEDUSA

MEDUSA MINING LIMITED

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20 August 2008

The Manager
Australian Stock Exchange Limited
Level 4,
20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam

LINGIG PORPHYRY COPPER DRILLING CONFIRMS MINERALISATION

Medusa Mining Limited ("Medusa" or the "Company"), the Australian based company operating and developing gold mines in the Philippines, through its Philippines operating company, Philsaga Mining Corporation, advises that new drill holes **LIN 1** and **LIN 2** at Lingig are visually confirming copper mineralisation similar to the **1974 discovery hole DDH 1**.

Vertical drill hole **LIN 1** was positioned three metres away from the 1974 discovery hole and intersected the doleritic rocks with increasing silicification towards the porphyry contact at 185.50 metres (compared to 198 metres in DDH 1). The hole collapsed in broken ground just below the porphyry contact and was abandoned at 191.5 metres.

A second vertical hole, **LIN 2**, is underway positioned approximately 60 metres to the south of LIN 1. The hole is at 338.75 metres (as of 17 August 2008) and is drilling ahead in mineralised quartz diorite.

Hole	From (m)	To (m)	Description
LIN 2	0.00	196.00	Dolerite: propylitic alteration with common fracturing and veining, chalcopyrite in veinlets and disseminations in places, rare chalcocite and bornite
	196.00	202.00	Porphyry dyke: weakly altered and veined
	202.00	239.90	Dolerite: increasing silicification and veining, chalcopyrite and rare bornite
	239.90	245.30	Porphyritic andesite dyke: pyrite, bornite and chalcopyrite
	245.30	283.75	Dolerite: veined in places, chalcopyrite, bornite, and pyrite minor magnetite
	283.75	338.75	Diorite: disseminated bornite, chalcopyrite, pyrite

Complete assays will be provided when received.

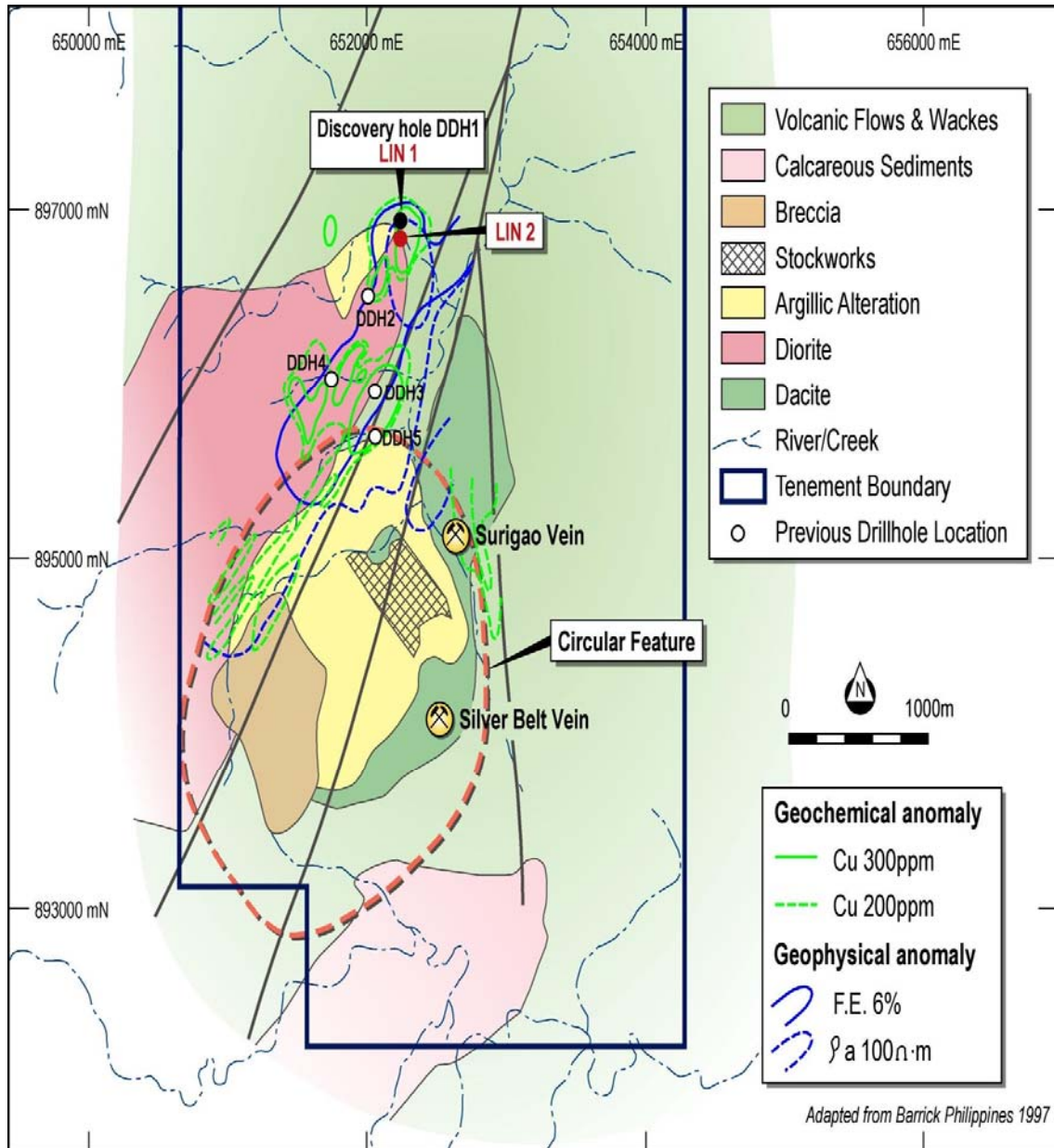


Figure 1: Geological map of the Lingig area

Yours faithfully,

Geoff Davis
Managing Director

Information in this report relating to Exploration Results is based on information compiled by Mr Geoff Davis, who is a member of The Australian Institute of Geoscientists. Mr Davis is the Managing Director of Medusa Mining Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Davis consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.