



STOCK EXCHANGE ANNOUNCEMENT

LUBA AFFIRMS COUNTY COMMISSIONERS CONDITIONAL USE PERMIT APPROVAL FOR OREGON RESOURCES CORPORATION

22 February 2008

Further to the market update of 1 February 2008 the Company advises that the Oregon Land Use Board of Appeals (LUBA) affirmed the Coos County Commissioners' decision to approve the conditional use authorizing a mineral sands mining operation within the Forest and Forest Mixed Use zones.

The Company is pleased with LUBA's affirmation of the Commissioners' decision and looks forward to moving to the next stage of development. Site preparations are under way to allow for construction of the processing plant facilities located in the Bunker Hill area. In mid 2008, the Company plans to commence the hiring and training for 70 positions from the local area.

In addition, the Company's wholly owned subsidiary, Oregon Resources Corporation (ORC) has a verbal agreement with the County Commissioners to clarify Condition 13 of the Permit that has been issued. In accordance with Condition 13, ORC has commissioned an independent traffic impact analysis (TIA) or baseline on County haul roads used in ORC's operation. This study will document the existing state of repair of these roads. ORC will be obligated to pay its proportionate cost of the maintenance and repair of the haul roads to maintain the roads in as good of condition as they are at the time the mining operations commence, as documented in the TIA. ORC agreed to a plan whereby it will pay \$200,000 for the first three years of operation and \$250,000 annually thereafter for the remaining years it uses the specified haul roads. Under the agreement, ORC will also obtain a road survey every three years from an independent third-party and submit it to the County. To the extent that additional funds are required from ORC to maintain the road standard, such adjustments will be made after completion of each road survey.

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