

QUARTERLY ACTIVITIES REPORT

Ending December 31, 2007



Ironbark is a focused and dedicated base metal exploration and development company listed on the Australian Stock Exchange. The company has a technically strong Board with significant relevant experience and owns a suite of base metal and precious metal projects in Australia and Greenland.

Highlights during the December Quarter

Development

- 1. Results from Field Work at Citronen Zinc Project**
- 2. Citronen Zinc Project Resource Estimate**
(Development Events Subsequent to the Quarter)
- 3. Ausenco Appointed to Commence Evaluation of Citronen Zinc Project**
- 4. Metallurgical Testwork Results from Citronen Zinc Project**
- 5. Captains Flat Drilling Results**
- 6. Metallurgical Testwork Commenced for Captains Flat**

Corporate

- 7. Strategic Investment in Sabre Resources Limited**
- 8. Sale of Elsiadora Project to Sultan Corporation Limited**
- 9. Update on Investment in Wolf Minerals Limited**
(Corporate Events Subsequent to the Quarter)
- 10. Gold assets to be divested in Waratah Gold Limited IPO**

Ironbark is pleased to report on another Quarter of intense activity to our shareholders. The results from the Citronen Zinc Project (Citronen) have exceeded our expectations and more than ever we recognise the potential for Citronen to become a major global base metal producer. The Company remains well funded and well placed to explore the potential of Citronen this coming field season.

1. Results from Field Work at Citronen

Ironbark reported that all the assay results from the comprehensive sampling programme at Citronen identified new zones of high grade mineralisation such as:

Beach Zone

CF95-85: 6m at 7.8% zinc (Zn) and 0.8% lead (Pb) from 108m, including 3m at 12.6% zinc, 1.3% lead

This is in addition to the historic result of 6.3m at 6.5% zinc, 0.5% lead from 85.15m

Discovery Zone

CF96-93: 5m at 7.2% zinc from 82m, including 2m at 12.1% zinc

This is in addition to the historic result of 16.6m at 10.6% zinc from 18.2m

To facilitate a modern JORC (2004) and National Instrument 43-101 level of resource estimation, several known intervals of historic drilling were submitted for re-evaluation. The results of this check assay work returned an excellent level of repeatability with a correlation coefficient of 0.99 (99%). This confirmed the validity of the 1990's assay and sampling techniques.

The 2007 field season resulted in 2,733 samples being submitted by Ironbark to ALS Chemex in Vancouver to compliment the extensive sample database developed by the previous explorers, Platinova A/S. Over 2,500 new drill hole intervals were assayed and approximately 150 drill intervals were check assayed against the historic drill core. Full details and results of the work are contained in the ASX release dated 12 October 2007. This release lists drill hole collar coordinates, down-hole surveys and all assays >2% Zn.

The results of the reappraisal have shown that the extent of mineralisation is substantially larger than the previously assayed intervals. The wider intercepts have improved the understanding and continuity of the mineralised horizons which has improved the overall confidence in the resource.

The Canadian based, global engineering and geological consulting firm, Wardrop Engineering Inc (Wardrop) has provided start up geological input to Ironbark. Greg Mosher, who heads Wardrop's involvement, is a highly experienced geologist who was involved in the exploration, discovery, interpretation and documentation of Citronen from 1993 to 1995 inclusive. His input and knowledge has assisted Ironbark's exploration ramp up. Wardrop and Ironbark worked towards the evaluation and preparation of a modern and quotable resource estimate.

Importantly, mineralisation remains open in every direction leaving exceptional scope for further resource upgrades and discoveries during the planned 2008 drilling season.

2. Citronen Zinc Project Resource Estimate

Utilising the information from the field work during the season, Ironbark reported an upgraded resource estimate for its wholly owned Citronen zinc-lead project in Greenland following the companies work on site during the 2007 field season. The result was defining a World Class deposit.

The resource represents an increase of over 130% in contained zinc from previously reported estimates and now stands at over 3 million tonnes of contained zinc. This is a significant advancement for the project and highlights that the deposit is clearly open in already identified zones and may represent only a small part of a larger SEDEX camp. The resource is now: -

Citronen Resource Estimate

72.5 million tonnes at 4.2% zinc , 0.55% lead

- Indicated resource of 40.4Mt @ 4.2 % zinc and 0.5% lead
- Inferred resources of 32.1Mt @ 4.2 % zinc and 0.6% lead
- Using Inverse Distance Squared (ID²) interpolation and reported at a 3% zinc cut-off

The resource estimate has been prepared by the international independent minerals industry group Wardrop Engineering (Wardrop). The resource complies with National Instrument (NI) 43-101 and JORC requirements for resource reporting.

The resource estimate quoted is one of three prepared by Wardrop based on Ordinary Kriging, Inverse Distance (ID²) and Nearest Neighbour (ID⁵) interpolation. This estimate was produced in accordance with Canadian NI 43-101 and Australian JORC guidelines and provisions. The reports author, Greg Mosher, Senior Geologist with Wardrop (United Kingdom office) is a Qualified Person as set out in National Instrument 43-101 (NI 43-101).

Results for which are summarized below are based on reporting mineralisation above a 3% zinc cut-off. Inverse Distance Squared (ID²) interpolation was selected as being the most appropriate to reflect the mineralisation style and available technical information;-

Inverse Distance ID²: >3% Zinc cutoff

Indicated			Inferred			Total		
Million Tonnes (Mt)	Zinc %	Lead %	Million Tonnes (Mt)	Zinc %	Lead %	Million Tonnes (Mt)	Zinc %	Lead %
40.4	4.22	0.53	32.1	4.24	0.55	72.5	4.23	0.54

The estimate was based on 148 diamond drill holes totalling 32,930m. Resource modelling involved the use of extensive geological mapping and understanding. Wireframes constraining mineralisation were based on a minimum down-hole width of 2m grading >2% zinc. Mineralisation envelopes were projected half drillhole spacing at edges of the deposit when mineralisation was open.

Resource modelling uses a density of 3.45 g/cm³ for sulphide mineralisation as derived by empirical studies of diamond drill core by Ironbark. Comprehensive check assaying of previous explorers drillcore and a rigorous QA/QC programme were completed with excellent results as part of this process.

The previous resource estimate quoted (Platinova 1999) was an inferred resource of 16.8Mt @ 7.8% zinc and 0.9% lead quoted using a 6% zinc cutoff and minimum 2m down-hole width. Ironbark has reported a lower cutoff of 3% zinc to reflect the nature of the orebody and the relative changes in mineral economics and commodity prices since the previous estimate was published.

(Development Events Subsequent to the Quarter)

3. Ausenco Appointed to Commence Evaluation of Citronen Zinc Project

Ironbark announced the appointment of Ausenco Limited (ASX: AAX) to conduct a Pre-Feasibility Study on the Citronen Zinc Project. Appointing Ausenco is a major step towards production and Ironbark expects to rapidly progress to a feasibility study after defining the optimal scope and scale of mining and processing.

Ironbark looks forward to working with Ausenco on advancing the Citronen Zinc Project towards becoming a major zinc mining operation. The Pre Feasibility study is scheduled for completion in the second half of 2008.

4. Metallurgical Testwork Results from Citronen Zinc Project

Ironbark advised that excellent results from preliminary metallurgical testwork program which was managed by Ausenco Limited (ASX: AAX) and conducted by AMMTEC Burnie Research Laboratory in Tasmania were achieved. The testwork was based on samples from Citronen from which a **concentrate grade of 50% zinc with recoveries averaging greater than 80%** was achieved using conventional grinding and flotation circuits. The fault hosted region of the Discovery Zone achieved an **exceptional 60% zinc grade at 91% recovery**.

This is expected to be further improved when locked cycle testing is conducted on larger sample amounts obtained from the 2008 field season.

The Fault Hosted region of the Discovery Zone is particularly amenable to upgrading, achieving up to 60% zinc grade at a recovery of 91%, as shown in Figure 1.

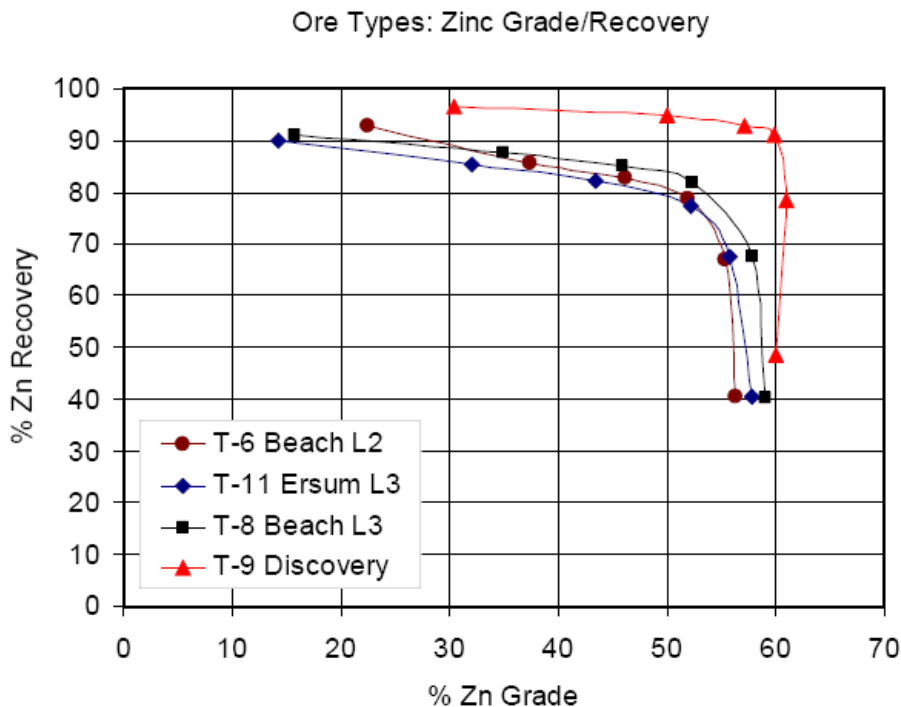


Figure 1 Zinc Grade Recovery Curve.

This testwork has shown that low risk, proven technology is applicable for the treatment of this resource, namely conventional grinding and flotation using a standard reagent suite.

5. Captains Flat Drilling Results

Ironbark reported that it received the results from 154 air core drill holes for 2,533 metres of drilling on the Lake George Mine Tailings at the Captains Flat Project in New South Wales. The program tested the mineral content of the historic tailings dumps.

The tailings are deposited in 2 main dumps and are estimated to contain approximately 2.1Mt of material based on production records. A JORC compliant resource of the zinc-lead-copper-silver-gold in the tailings will be estimated and released as soon as possible. Ironbark believes these results represent an opportunity worthy of further evaluation.

Significant Highlights include*:

- LGD113: 3 metres at 6.9% zinc, 1.8% lead, 0.3% copper, 1.0 g/t gold and 27 g/t silver from 12 metres
- LGD147: 3 metres at 5.3% zinc, 1.7% lead, 0.4% copper, 1.1 g/t gold and 25 g/t silver from 12 metres
- LGD117: 6 metres at 4.2% zinc, 1.5% lead, 0.4% copper, 0.9 g/t gold and 27 g/t silver from 12 metres
- LGD145: 6 meters at 4.6% zinc, 1.5% lead, 0.4% copper, 0.9 g/t gold and 24 g/t silver from 15 metres

** Samples taken in 3 metre composites, assays obtained from ALS Laboratories in Orange, NSW. All elements except gold were analysed using an Aqua Regia acid digestion followed by ICP; Gold was assayed using a fire assay and AAS*

Historical production from Lake George has yielded in excess of 4Mt @ 10% zinc, 6% lead, 0.7% copper, 55 g/t silver and 1.8 g/t gold. Considerable amounts of remnant mineralisation are contained within the area of previous mining.

Earlier deep drilling beneath the historical workings has intersected primary mineralisation which is thought to represent a possible continuation of the Lake George mineralisation. In addition numerous base metal prospects have been identified within the same trend to the south, over a 50 kilometre strike. These exciting prospects will be the subject of exploration by Ironbark in the future.

6. Metallurgical Testwork Commenced for Captains Flat

Preliminary Testwork on the Captains Flat Tailings dumps has been completed based on four grab samples obtained during the drilling program, to enable a more detailed testwork program to be planned. Two grab samples were obtained from each of the dump and submitted to AMMTEC Burnie research Laboratory in Tasmania, who experience with flotation of lead/zinc tailings. Further work will be performed on the tailings after a review of the total contained economic minerals and likely recoveries has been completed.

Corporate

7. Strategic Investment in Sabre Resources Limited

Ironbark purchased 5.4% of the issued capital of Sabre Resources Limited (Sabre), an ASX listed base metal explorer with projects in Namibia, by subscribing for 4 million shares at 25 cents each through a Prospectus Offer. In addition Ironbark will also receive 4 million options exercisable at 35 cents per share at any time before 27 January 2010. Ironbark has become a substantial shareholder of Sabre and is represented on the Board of Sabre.

Ironbark is attracted to Sabre's large scale Ongava Lead-Zinc Project in Namibia which Ironbark considers offers:

- Further leverage to zinc and lead
- Genuine development potential
- Strong exploration potential
- Low sovereign risk
- Supportive infrastructure
- An opportunity that is significantly undervalued by the market

Ironbark is looking forward to working with Sabre and believes that this strategic relationship and investment will benefit the stakeholders of both Ironbark and Sabre.

For information regarding the Ongava Project, readers are referred to Sabre's Media Release dated 2 August 2007 or Sabre Resources Limited's web address: – www.sabresources.com.

8. Wolf Minerals Limited Makes a Major Acquisition Adding Value to Ironbark

Ironbark was pleased with Wolf Minerals Limited ("Wolf"; ASX: WLF) regarding their announcement dated 5 December 2007 of the acquisition of a world class Tungsten-Tin deposit in Hemerdon, United Kingdom.

This major acquisition moves Wolf towards becoming a world class tungsten and tin producer as the company seeks to deliver growth and returns to shareholders.

In February 2007 Ironbark transferred the Kiawarra and Burrandana tin-tungsten projects in New South Wales to Wolf in exchange for 3 million fully paid ordinary shares in Wolf. Ironbark's investment in Wolf is a valuable investment for the company and its shareholders and is represented on the Board of Wolf.

9. Ironbark sells Elsenora Project to Sultan Corporation Limited

Ironbark entered into an agreement with Sultan Corporation Limited (Sultan) to sell the wholly owned Elsenora base metal project. Elsenora has yielded several encouraging historic drill intercepts and adjoins Sultans key project, John Fardy. Sultan is currently evaluating and drilling John Fardy and Elsenora is an excellent fit for Sultan. Accordingly Ironbark received 5 million fully paid ordinary shares in Sultan in exchange for full ownership of Elsenora.

(Corporate Events Subsequent to the Quarter)

10. Ironbark to list gold assets with the IPO of Waratah Gold Limited

Ironbark announced that it intends to divest its exciting gold assets into Waratah Gold Limited (Waratah), a focussed gold explorer. Waratah is currently a wholly owned subsidiary of Ironbark with intentions to list on the Australian Stock Exchange and will seek to raise approximately \$3.5 million under a prospectus offer at \$0.20 per share. Ironbark shareholders will receive priority in the allocation of shares available in the IPO.

Waratah will be headed up by Mr Andrew Maurice. Mr Maurice has extensive business experience working in a broad range of industries. His specialist business advisory skills lie in the areas of business and strategic planning, project management, marketing and human resource management.

Andrew was the inaugural research officer with the Association of Mining and Exploration Companies (AMEC) and holds a Bachelor's degree in Business, a Graduate Certificate in Management and a Master of Business Administration.

Waratah will set new standards of business practice with no promoter shares or seed investor shares to be issued. In addition no shares or options have been granted to the Directors of Ironbark and no broker fees will be payable. This will result in an exceptionally streamlined capital structure. Ironbark will retain a Vendor stake of 5 million shares in Waratah. The divestment is expected to unlock significant value for Ironbark shareholders through its retained interest in Waratah whilst the gold price continues to set new highs. This philosophy has performed well with the listing of Wolf Minerals Limited in February 2007 which was the best performing IPO on the ASX for 2007.

The general public will be invited to subscribe for shares in Waratah however shareholders in Ironbark, at the yet to be determined Record Date, will be granted a priority entitlement. The Board will retain the right to allot shares at their sole discretion in the event the offer is oversubscribed.

The Directors of Ironbark have indicated their interest in subscribing for shares in Waratah through the public offer prospectus.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr A Byass, B.Sc Hons (Geol), B.Econ, FSEG, MAIG an employee of Ironbark Gold Limited. Mr Byass has sufficient experience that 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. Mr Byass consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

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