ANVIL MINING LIMITED

News Release

FOR IMMEDIATE RELEASE **TSX, ASX: AVM**
November 9, 2006 **Common shares outstanding: 56.7 million***
All amounts are in US dollars, unless otherwise stated.

ANVIL MINING REPORTS RECORD NET EARNINGS OF $30.2 MILLION ($0.54 PER SHARE) FOR THE SEPTEMBER QUARTER OF 2006 AND AN OPERATING PROFIT OF $38.0 MILLION
Sixth Consecutive Quarter of Growth in Net Earnings

Montréal, Canada: Anvil Mining Limited (TSX, ASX: AVM) ("Anvil" or "the Company") today reported September Quarter 2006 consolidated net earnings of $30.2 million ($0.54 per share), compared to $2.9 million ($0.10 per share) for the corresponding quarter of the previous year. Revenues for the September Quarter totalled $56.5 million, up 318% from the corresponding quarter of 2005. Operating profit after depreciation and amortization was $38.0 million compared with an operating profit of $6.5 million in the September Quarter of 2005. Operating cash flow, before changes in non-cash working capital was $39.7 million ($0.71 per share on a weighted average number of shares basis).

For the first nine months of 2006, the Company reported consolidated net earnings of $60.9 million ($1.28 per share), compared to $1.4 million ($0.05 per share) for the corresponding nine months of 2005. Revenues for the first nine months climbed 369% to $132.7 million from $36.0 million for the corresponding period in 2005. Operating profit for the first nine months of 2006 reached $81.2 million as compared to $8.8 million for the corresponding quarter of 2005. Operating cash flow, before changes in non-cash working capital was $81.8 million ($1.46 per share on a weighted average number of shares basis).

Total copper production for the September Quarter of 2006 reached a record 12,816 tonnes of copper (or 28.2 million pounds) contained in concentrates, which was more than 7,000 tonnes above that achieved in the corresponding quarter of 2005. Silver production for the September Quarter was 545,348 ounces. The increased copper production was a result of several factors including higher copper grades mined at Dikulushi, improved metallurgical recovery at Dikulushi and the commissioning of the Kulu tailings operation in the fourth quarter of 2005.

In addition to a copper production record for the September Quarter 2006, the Company also achieved record production of 32,051 tonnes of copper (or 70.6 million pounds) and 1,604,793 ounces of silver contained in concentrates for the first nine months of 2006. The September Quarter was the Company's sixth consecutive quarter of growth in Revenues, Operating Profit and Net Earnings.

Suite 2821, 1 Place Ville Marie, Montréal, Québec, Canada, H3B 4R4 · Tel: +1 (514) 448 6664, Fax: +1 (514) 448 6665
Level 2, 38 Richardson Street, West Perth, Western Australia, 6005 · Tel: +61 (8) 9481 4700, Fax: +61 (8) 9481 4800
ABN: 36 107 912 550 ARBN: 107 912 550

Highlights: Third Quarter 2006

- Sixth consecutive quarter of growth in revenues, operating profit and net earnings.
- Record Group copper production of 12,816 tonnes of copper contained in concentrates and the production of 545,438 ounces of silver.
- Record revenues from copper and copper-silver concentrate sales of $56.5 million, up 318%, compared with the corresponding period in 2005.
- Record operating profit (after depreciation and amortization) of $38.0 million.
- Record cash flow from operations (before changes in non-cash working capital) of $39.7 million ($0.71 per share on weighted average number of shares basis).
- Record consolidated net earnings of $30.2 million ($0.54 per share on weighted average number of shares basis).
- Phase 2 drilling at Kinsevere, totalling 17,220 metres, increased the width of the Tshifufia Central orebody by 75 metres.
- The Stage III Dikulushi decline progressed to a total advance of approximately 295 metres as at the end of the September Quarter.
- Dikulushi deep drilling targeting a depth of 300 – 400 metres below surface increases resources by 31% and demonstrates that the orebody is still open at depth.
- Acquisition of an additional 10% interest in the mining rights for the Kinsevere-Nambulwa copper-cobalt joint venture, and an additional 10% interest in the mining rights for the Mutoshi joint venture, taking the Company's interests in both projects to 80%.
- Evaluation and development agreement signed with Itogon Suyoc Resources Inc., a private Phillipines minerals company, for their gold properties in the Baguio District on Luzon Island in the Phillipines.

Bill Turner, President and CEO of Anvil, commented, "Again we delivered a strong financial and operational quarter, thereby demonstrating the Company's capacity to generate substantial profits. This was our sixth consecutive quarter of sustained growth in revenues, operating profits and net earnings. Our revenues climbed to $57 million for the quarter and we generated record earnings of $30 million as a result of sustained growth in copper production, improvements in operational performance at both mines and improved copper and silver metal prices. Given the excellent operational performance since the beginning of the year, we have increased our original 2006 production target to 50,000 tonnes of copper and 1.8 million ounces of silver. In addition, the $35 million Stage I development at Kinsevere, which will be the Company's third mine development in the DRC, is on budget and on schedule for commissioning at the end of the first quarter 2007. Furthermore, resource drilling results on the Tshifufia deposit at Kinsevere have been so encouraging that the Company has decided to upgrade the current Stage II feasibility study from 30,000 tpa to 60,000 tpa of SXEW copper. This decision augers well for the Company to achieve its stated objective of reaching a production level of 100,000 tonnes of copper per year by 2010."

The complete financial statements together with the related Management's Discussion and Analysis (MD&A) are available on Anvil's website at www.anvilmining.com under the heading "Financial Reports".

Mine Production and Costs

Dikulushi Mine (90%)

The Dikulushi mining and processing operations continued to produce at above design capacity of 20,000 tonnes of copper per annum during the September Quarter of 2006. The processing plant treated 114,154 tonnes of ore at an average head grade of 5.6% Cu and 169 g/t of silver for production of 5,738 tonnes of copper and 545,438 ounces of silver, contained in concentrate. Feed for the treatment plant consisted of high-grade ore from the open pit (average of 9.77% copper and 298 g/t silver) which was blended with low-grade stockpiles, including HMS floats grading 2.6% copper. The increase in copper production during the September Quarter, despite lower throughput, was attributed to higher copper grades for the plant feed as well as improved metallurgical recoveries which increased for the third consecutive quarter.

The operating cash cost (after silver credits) at the mine gate for the September Quarter 2006 was $0.23 per payable pound of copper produced, and the total cash cost, which includes concentrate transportation costs and TCRCs (smelting and refining charges) was $0.99 per pound of copper produced.

For the first nine months of 2006, operating and total cash costs amounted to $0.33/lb Cu and $1.02/lb Cu, respectively compared to $0.41/lb and $0.86/lb for the corresponding quarter in 2005. The improvement in operating cash costs at the mine gate is attributable to a higher value of silver credits due to increased silver production and more favourable silver prices. The higher total cash costs for the nine months ended September 30, 2006 are a result of industry wide increases in the cost of consumables, higher transportation costs, and higher smelter costs associated with less favourable treatment and refining charges, particularly price participation terms.

-Stage III Underground Development

During the September Quarter, work progressed on the Stage III underground mine development at Dikulushi. At the end of the September Quarter, the decline had progressed approximately 295 metres into the footwall on the northern side of the open pit. The underground development is being undertaken by the Company rather than by an outside contractor.

-Dikulushi Resources Increased by 31%

A new geological model for the Dikulushi deposit has been established following completion of a mapping exercise in the open pit and a review of core from the deep drilling program. Several new down-plunge targets on easterly plunging high-grade shoots have been identified for follow-up.

It also became apparent during the geological review that several of the deep drill holes had been stopped prematurely, prior to intersecting the main “Footwall Zone” ore-body. These are currently being deepened to test for depth continuity to 400m below surface. A new resource estimate for the mine, based on the new geological model and assay results received to date, was announced this week on November 8, 2006, increasing the Measured and Indicated resources by 31% to 1.06Mt @ 8.3% Cu and 224 g/t Ag and the Inferred resources by 114% to 1.38Mt @ 5.8% Cu and 141 g/t Ag. This will be further updated once the deep-hole extensions and new targets have been tested. In addition, a 30,000 line kilometre regional magnetic and radiometric survey is to be flown by the end of 2006, to assist in the definition of new exploration targets.

Financial & Production Statistics

FINANCIAL STATISTICS:	Third quarter ended September 30		Nine months ended September 30	
	2006	2005	**2006**	2005
Revenues: ($ millions) Copper-silver & copper concentrate sales	56.5	17.8	132.7	36.0
Operating profit (after D&A): ($ millions)	38.0	6.5	81.2	8.8
Net earnings : ($ millions)	30.2	2.9	60.9	1.4
Realized price: ($) Dikulushi mine:				
Copper per pound	**3.57**	1.66	**3.16**	1.50
Silver per ounce	**11.61**	6.92	**10.76**	6.82
Realized price: ($) Kulu mine:				
Copper concentrate per tonne	**705**	-	**639**	-
PRODUCTION STATISTICS:				
Dikulushi mine				
Ore processed (tonnes)	**114,154**	120,882	**377,647**	283,152
Copper grade (%)	**5.61**	5.52	**5.04**	4.85
Silver grade (g/t)	**169**	170	**148**	143
Contained copper in ore (tonnes)	**6,409**	6,663	**19,039**	13,753
Recovery Cu (%)	**89.5**	86.7	**88.5**	85.3
Copper produced in concentrate (tonnes)	**5,738**	5,777	**16,844**	11,731
Silver produced in concentrate (ounces)	**545,438**	586,875	**1,604,793**	1,133,886
Ore mined (tonnes)	**242,647**	83,266	**565,832**	247,342
Waste mined (tonnes)	**641,406**	1,787,084	**3,193,754**	4,901,405
Costs of production[1]: ($) Operating cash costs per pound (after silver credits) (ex mine gate)	**0.23**	0.34	**0.33**	0.41
Total cash costs per pound (after silver credits) (including transportation & TCRCs)	**0.99**	0.79	**1.02**	0.86
PRODUCTION STATISTICS:				
Kulu tailings operation				
Ore mined (tonnes)	**106,678**		**220,791**	
Ore processed (tonnes)	**82,424**	-	**215,080**	-
Copper grade (%)	**8.20**	-	**8.27**	-
Contained copper in ore (tonnes)	**6,757**	-	**17,795**	-
Recovery Cu (%)	**70.1**	-	**68.2**	-
Copper produced in concentrate (tonnes)[2]	**7,078**	-	**15,207**	-
Costs of production[1]: ($) Operating cash costs per tonne (ex mine gate)	**242**	-	**221**	-

(1) Refer to Non-GAAP Financial Measures on page 9.

(2) Includes concentrate purchased from local artisanal miners as part of an interim social assistance program, which totalled 8,674 tonnes at an average grade of 27.3% copper.

Kulu Tailings Operation (80%)

Total copper production for the September Quarter 2006 from the Kulu Heavy Media Separation ("HMS") processing operation located in the Kolwezi Region, including copper derived from artisanal sources, was 7,078 tonnes, compared to 5,497 for the June Quarter 2006. The HMS processing operation treated 82,424 tonnes of ore at an average grade of 8.2% Cu during the September Quarter to produce 16,647 tonnes of copper oxide concentrate grading 28.3% copper, for 4,711 tonnes of copper. For the September Quarter, concentrates purchased from local artisanal miners totalled 8,674 tonnes at an average grade of 27.3% copper, for 2,368 tonnes of contained copper.

The operating cash cost per tonne (ex mine gate) of oxide concentrate for the September Quarter of 2006 was $242. The Company continues to sell the oxide copper concentrate to local smelters in Kolwezi and Likasi which produce "black ingots" grading approximately 90-95% Cu. In order to reduce the overall unit cash cost, the Company is considering upgrading the Kulu plant with an Electrical-Arc Furnace to produce "black copper" ingots assaying 90%-95% copper. The Kulu Stage II Electrical-Arc Furnace feasibility study will be completed in early 2007.

Year to date production from the Kulu tailings operation is 15,207 tonnes of copper contained in concentrates, and the Company is confident that the mine will significantly exceed its original 2006 production target of 16,500 tonnes of copper contained in concentrates for 2006.

Mine Development

Kinsevere Project (80%)

The Stage I development of Kinsevere, which comprises the construction of an open pit mining operation, HMS plant and an Electrical-Arc Furnace for a capital expenditure of $35 million, is approximately 30% complete.

The engineering design and procurement for the Kinsevere development is being done by Intermet Engineering Pty Ltd, a Perth based company and local Congolese companies are being engaged to the maximum extent possible.

Design of the crushing circuit and HMS plant for the Kinsevere Stage I development is now 90% completed, all major equipment supply contracts have been let and civil construction and structural fabrication has commenced on site. The first phase of development of the Kinsevere Project is expected to be commissioned at the end of the March Quarter of 2007. Design and supply contracts were also let during the September Quarter for two 7.5 MVA Electrical-Arc Furnaces to Keech Furnace Technologies Limited, a South African engineering company which specializes in the supply of Electric Arc Furnaces. Powerline Africa has been contracted to construct the 120 KVA power line which will link Kinsevere to the DRC national hydro-electric power grid.

Recent drilling results at Kinsevere have exceeded the Company's expectations and as a result, the Company has decided to upgrade the Kinsevere Stage II feasibility study from 30,000 to 60,000 tonnes per annum of Solvent Extraction and Electrowinning ("SXEW") copper. Given this unexpected, but positive, change in plan, the Kinsevere Stage II SXEW feasibility study will now be completed at the end of the March Quarter of 2007.

Contracts have been let for all major areas of the upgraded feasibility study. Lycopodium Pty Limited, an engineering company based in Perth, Western Australia has been retained to complete preliminary design and costing.

Expenditures and Financial Position

Capital and exploration and evaluation expenditures of $13.9 million for the September Quarter of 2006 were used mainly for work on the Stage III underground mine development at Dikulushi ($3.5 million), and the Stage I development at Kinsevere ($7.9 million). Capital and exploration and evaluation expenditures on the Dikulushi, Kulu and Kinsevere projects for the nine months to September 30 were $21.6 million.

For the nine months ended September 30, 2006 general, administrative and marketing costs were 74% higher than for the corresponding nine months in 2005. This was primarily due to the increased administrative services provided to support the Company's expanding business activities in the DRC.

At the end of the September Quarter of 2006, cash and cash equivalents ($47.9 million) as well as investments in highly secure and liquid investments ($98.4 million) amounted to $146.3 million. As a result, the Company intends to equity fund, to the maximum extent possible, the Kinsevere Stage I and Stage II developments.

Following finalization of documentation with Fortis Bank for provision of a $15 million debt facility in June, the facility was drawn down to support the carrying cost of local parties in the Company's joint ventures.

Acquisitions

Anvil acquires an additional 10% interest in Kinsevere-Nambulwa Joint Venture

During September, the Company completed its previously announced acquisition of an additional 10% interest in the mining rights for the Kinsevere-Nambulwa Project. The Company has acquired this interest from Mining Company Katanga s.p.r.l, a private DRC company and the Company's joint venture partner in the Kinsevere-Nambulwa Project. Completion of this acquisition increased the Company's interest in the joint venture from 70% to 80%.

The amount paid by the Company for this additional interest was $10 million in cash and $4 million in common shares, for a total payment of $14 million. Pursuant to the acquisition of this additional interest, an aggregate of 602,410 common shares of Anvil were issued at a price of $6.64 per share (equivalent to C$7.53).

Philippines Evaluation and Development Agreement

During the September Quarter, the Company signed an Evaluation and Development Agreement with Itogon Suyoc Resources Inc. ("Itogon"), a private Philippines minerals company, for their gold properties in the Baguio District on Luzon Island in the Philippines. The Itogon properties cover an area of 2,896 hectares and are located 12 km to the southeast of Baguio City and approximately 200 km north of Manila, the capital of the Philippines.

The agreement provides for the Company to acquire 100% of the Itogon mineral properties by completing a staged evaluation process, which includes the following terms and conditions:

- A cash payment of $120,000 upon signature of the agreement and subsequent performance of a legal, social and environmental due diligence evaluation within a four-month period;
- A cash payment of $2.0 million to Itogon, and funding to a minimum of $2.0 million in exploration expenditures, if the Company elects to proceed with a detailed evaluation of the properties;
- Following the detailed evaluation, completion of a feasibility study on a 'best efforts' basis within a period of two years; and
- A cash payment of $500,000 upon transfer of Itogon's mineral properties to the Company.

The Company made the cash payment of $120,000 in September and is currently progressing with legal, social and environmental due diligence work. The four month due diligence period expires on December 26, 2006.

Anvil acquires an additional 10% in the Mutoshi Copper-Cobalt Joint Venture

On November 6, 2006 the Company completed an agreement to acquire an additional 10% interest in the Mutoshi Copper-Cobalt Project ("Mutoshi") located in the Kolwezi Region of the DRC. The additional interest is being acquired through the purchase of the remaining 12.5% interest in Emiko s.p.r.l. (Emiko) not held by Anvil. Emiko holds an 80% interest in the Mutoshi project through its investment in SMK s.p.r.l., with La Générale des Carrières et des Mines ("Gécamines") holding the remaining 20%. Completion of this acquisition takes Anvil's interest in the joint venture from 70% to 80%.

The cash consideration to be paid by Anvil is $6.6 million after netting off costs relating to the development of the Kulu mine and in connection with the assumption by Anvil of responsibility for payment of an arbitration award settlement involving SMK and the EMIKO shareholder, plus settling the final payments due under the original purchase agreement and payment of a share of the profits earned up to the date of settlement. The preliminary estimate of the value to be attributed to the additional 10% interest in Mutoshi is approximately $10 million.

Exploration

Kinsevere Project (Lubumbashi Region)

Exploration activities on the Kinsevere project, located 27km north of Lubumbashi, continued with the Phase 2 resource drilling at the Tshifufia deposit and the drilling of geotechnical holes required for the Stage II SXEW feasibility study. The recently completed Phase 2 drilling program was comprised of 4,284m of Diamond drilling, 7,723m of Reverse Circulation ("RC") drilling and 5,213m of Aircore ("AC") drilling, for a total of 17,220 m of drilling.

An orebody model for the Tshifufia Central deposit based on the 2005 and 2006 drill results is in the process of being completed. Assay results have been much slower in coming from assay laboratories because of the industry wide increased workloads and this has delayed the completion of the Mineral Resource estimate. The starter pit for the current Stage I Kinsevere mine development will be on the Tshifufia Central deposit which contains a significant block of shallow open pittable resources grading over 5% copper.

Mutoshi Project (Kolwezi Region)

A drilling program was commenced during the third quarter of 2006 on the Nioka Mining Lease (25 km^2) located approximately 10 km to the west of Kulu on the southern margin of the Kolwezi Klippe. Four shallow diamond holes (for 410m) have been completed to date.

Social & Community Development Programs

In April 2006, the Company signed an agreement with Pact Inc., ("Pact") a Washington-based non-government organization, for the design and implementation of the Company's social and community development programs in the vicinity of its Dikulushi mine.

Subsequent to the signing of this agreement, Pact commenced participatory feasibility studies aimed at gaining insight into problems affecting the people of Dikulushi and its surrounding areas. During the September quarter, Pact worked with people in 30 villages located in the Dikulushi area to identify social, economic, structural and institutional constraints; with communities fully involved in this early stage of the project cycle.

Democratically elected committee members from 30 villages were led through the basic concepts of Monitoring, Community Mobilization, Conflict Resolution, Progress Reporting and Communication to support the establishment of Program Plans for each village. The primary role of these committees is to ensure that project activities, appropriate to local needs, remain on schedule and provide constant feedback to village members.

To further build on the strong relationship with the communities, Pact has begun supporting several micro-activities including vegetable gardening and literacy classes for women.

During the September Quarter, the Company accelerated its program to provide fresh water to villages in the Dikulushi area. A total of ten boreholes were drilled, and ten water pumps were installed in nine villages with the result that fresh water is now available to over 13,500 villagers within 60 kms of Dikulushi.

OECD Audit of the Company's operations

The Company recently carried out a rigorous and in depth audit on its activities in the DRC with reference to the OECD Guidelines for Multinational Enterprises (2000) and the OECD Risk Awareness Tool for Multinational Enterprises in Weak Governance Zones (2006). This audit was done by Emeritus Professor Jim Freedman in July 2006. The results of the audit indicate that Anvil is 82% compliant on a set of 21 parameters chosen for this assessment by Professor Freedman. This score would have been even higher had the Company committed to adhering to the Extractive Industries Transparency Initiative ("EITI") or an EITI equivalent prior to the start of the evaluation. It would also have been higher had the Company's environmental audits been included in the assessment. The latter was not done because the Company already schedules regular World Bank conforming environmental audits, for the Political Risk Insurance at the Company's Dikulushi mine, and there was therefore no need to address the issue of compliance with environmental standards. The Company plans to be in a position to comply fully with EITI or its equivalent within the next 12 months.

Professor Freedman's OECD Audit Report will be posted on the Company's website under the Community section.

DRC-Second Round Presidential Elections

Presidential and parliamentary elections, the first elections in 40 years, were held in the DRC on July 30, 2006 under the guidance of the European Union Electoral Observer Mission ("EU EOM") and MONUC, the United Nations mission to the DRC. UN Secretary-General Kofi Annan commented that the "historic event is a milestone" in the country's peace process. The Secretary-General went on to add, "I congratulate the Congolese people for their broad participation and for the peaceful conduct of the elections, and I commend the Congolese Independent Electoral Commission for organizing the polling".

The first round of elections resulted in Joseph Kabila and Jean Pierre Bemba being identified as the top two preferred candidates for the position of President. As a result, a run-off election was held on October 29, 2006, the results of which are expected to be announced shortly. The EU EOM noted in a press conference held in Kinshasa on November 1, 2006, that the Election Day went off in order and with noticeable improvement in the operation's transparency compared to the first round of the elections. EU observers commented that the polling day had a remarkably calm atmosphere. The EU EOM had 300 observers throughout the country from member states and other non-EU countries, including Switzerland, Norway and Canada and was the largest team of observers ever deployed by the EU. The observers were present at 1,080 voting stations in eleven provinces throughout the country. It is commonly expected that the recent elections will enhance the DRC business climate by reducing the country's political risk and that significant new foreign investment in the natural resources sector will begin to flow into the DRC in the near-term.

Anvil Mining Congo receives notification from Congolese Military Court in relation to the Kilwa incident in October 2004

On October 13, 2006, Anvil Mining Congo sarl, a subsidiary of Anvil Mining Limited received notification from a Military Prosecutor of the Ministry of National Defence and Military Justice of the DRC, to bring three Anvil employees at the time of the Kilwa incident, before a military court judge in relation to the unfortunate Kilwa incident in October 2004.

The allegations made with respect to the three Anvil employees appear to be that they voluntarily omitted to withdraw the vehicles commandeered by the 62nd Military Brigade (FADRC) in the context of the counter offensive to recapture the town of Kilwa on October 15-18, 2004 and by doing so knowingly facilitated the commission of war crimes by Colonal Ilunga Ademar.

The Company reiterates that the allegations against Anvil Mining Congo sarl and the above mentioned persons are unfounded and without merit. The Company will vigorously pursue all legal remedies.

Third Quarter Results Conference Call Reminder

A conference call will be held at 9:30 a.m. (EST - North American time) on Friday, November 10, coinciding with 1:30 a.m. (AEST - Australian time) on Saturday, November 11, to discuss the results announced in this News Release. Details to access the conference call and the live audio webcast are as follows:

Conference call:
(Please call approximately five minutes prior to the scheduled start of the call)

- Toll-free within North America: 1-800-814-4862

- For local and overseas calling: 1-416-644-3429

Live audio webcast of the conference call (listen mode only**):**

- **CNW Group** website at: http://www.newswire.ca/en/webcast/viewEvent.cgi?eventID=1642300

Replay information (available for a period of 7 days):

- The conference call will be recorded and a playback of the call will be available after the event by dialling 1-877-289-8525 or 1-416-640-1917, **reservation number 21207909 followed by the pound (#) key**

Anvil Mining Limited is an unhedged copper and silver producer whose shares are listed for trading on the Toronto Stock Exchange (as common shares) and the Australian Stock Exchange (as CDIs) under the symbol AVM. It owns and operates the Dikulushi copper-silver mine and the Kulu copper tailings operation in the Katanga Province of the DRC. In addition, the Company is currently developing the Kinsevere project, which will be the Company's third mine development in the DRC.

For further information, please contact:

Craig Munro
Vice President Corporate & Finance and CFO
Tel: +61 (8) 9481 4700
Email: craigm@anvilmining.com (Perth)

Robert La Vallière
Vice President Investor Relations
Tel: (Office) +1 (514) 448 6664, (Cell) +1 (514) 944 9036
Email: robertl@anvilmining.com (Montréal)

Website: www.anvilmining.com

**One common share on the Canadian share register is equivalent to 10 CDIs (Chess Depositary Instruments) on the Australian register.*

Additional Notes:

Non-GAAP Financial Measures: *The terms "total cash cost" and "cash cost of production" are used on a per payable pound of copper produced basis.* ***Cash cost*** *of production per payable pound of copper is equivalent to the cost of mine site mining and processing operations (including the net credits for silver revenues) for the period, divided by the number of payable pounds of copper produced during the period.* ***Total cash cost*** *per payable pound of copper produced is equivalent to the cumulative cost of mine site mining and processing operations, concentrate transportation costs, smelting and refining expenses (including the net credits for silver revenues) for the production for the period, divided by the number of payable pounds of copper produced during the period.*

Cash operating cost information is included to provide information about the cost structure of mining operations. The term "operating profit" represents the net attributable revenues after deducting all mine operating costs, concentrate transportation costs, smelting and refining expenses and depreciation and amortization. The mine operating costs exclude exploration expense, foreign exchange gains and losses and interest and financing fees.

Operating cash flow per share, before changes in non-cash working capital, is based on a calculation using the weighted average number of common shares outstanding during the period.

This information differs from measures of performance determined in accordance with GAAP in Canada and should not be considered in isolation or as a substitute for measures of performance prepared in accordance with Canadian GAAP. These measures are not necessarily indicative of operating profit or cash flow from operations as determined under Canadian GAAP and may not be comparable to similarly titled measures of other companies.

Caution Regarding Forward Looking Statements*: The forward-looking statements made in this news release are based on management's assumptions and judgments regarding future events and results. Such forward-looking statements, including but not limited to those with respect to the prices of copper, silver and cobalt, resource and reserve estimates, estimated future production and estimated costs of future production, involve known and unknown risks, uncertainties and other factors which may cause the Company's actual results, performance or achievements to be materially different from any anticipated future results, performance or achievements expressed or implied by such forward-looking statements. Such factors include, among others, the actual market prices of copper, silver and cobalt, the actual results of current exploration, the actual results of future mining, processing and development activities and changes in project parameters as plans continue to be evaluated, as well as those factors disclosed in the Company's filed documents.*

Appendix
Consolidated Balance Sheets (unaudited)

	September 30 2006 $	December 31 2005 $
ASSETS		
Current assets		
Cash and cash equivalents	47,660	7,945
Restricted cash	207	204
Investments	98,414	
Accounts receivable	48,352	7,915
Inventories	17,441	7,353
Prepaid expenses and deposits	792	826
	212,865	24,243
Deferred financing fees	718	1,584
Deferred mining costs	-	4,078
Exploration and evaluation expenditure	48,347	27,578
Property, plant and equipment	48,388	30,057
	310,319	**87,540**
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	9,533	7,958
Current income taxes	3,599	75
Other liabilities	2,698	490
Current portion of long term debt	7,000	5,500
Purchase consideration payable	-	4,526
	22,830	18,549
Long term debt	-	5,146
Purchase consideration payable	-	2,085
Future income tax liability	12,403	6,413
Asset retirement obligations	794	778
	43,027	32,971
Non controlling interest	9,239	1,722
Shareholders' equity		
Equity accounts	186,609	42,310
Retained earnings	71,444	10,537
Total shareholders' equity	258,053	52,847
	310,319	**87,540**

Consolidated Statements of Earnings and Retained Earnings (unaudited)

	3 Months Ended September 30		9 Months Ended September 30	
	2006 $	2005 $	2006 $	2005 $
Concentrate sales	56,550	17,775	132,728	35,963
Operating expenses	(16,531)	(9,993)	(45,843)	(23,201)
Depreciation and amortization	(2,068)	(1,308)	(5,692)	(4,001)
Operating profit	37,951	6,474	81,193	8,761
Other income	2,046	9	3,811	68
General, administrative and marketing	(2,312)	(1,608)	(6,117)	(3,534)
Foreign exchange gains/(losses)	(71)	52	(342)	42
Stock based compensation	(370)	(226)	(968)	(510)
Interest and financing fees	(84)	(1,329)	(4,132)	(2,804)
Earnings before income tax and non controlling interest	37,160	3,372	73,445	2,023
Income tax	(2,774)	-	(3,604)	(18)
Non controlling interest	(4,229)	(468)	(8,934)	(565)
Net Earnings	30,157	2,904	60,907	1,440
Retained earnings at beginning of the period	41,287	1,566	10,537	3,030
Retained earnings at end of the period	71,444	4,470	71,444	4,470
Basic earnings per share	0.54	0.10	1.29	(0.05)
Diluted earnings per share	0.53	0.10	1.26	(0.05)

Cash Flow Statement (unaudited)

	3 Months Ended September 30		9 Months Ended September 30	
	2006 $	2005 $	2006 $	2005 $
Cash flows from operating activities				
Net earnings for the period	30,157	2,904	61,907	1,440
Items not affecting cash				
Depreciation and amortization	2,068	1,308	5,692	4,001
Tax expense	2,774	-	3,604	18
Loss on disposal of assets	-	-	-	4
Non controlling interest	4,083	468	8,934	565
Borrowing costs - amortized	4,229	119	1,646	298
Unrealized foreign exchange (gains)/losses	7	(4)	5	(103)
Stock based compensation	370	226	968	510
Capitalized borrowing costs	-	(150)	-	(150)
Changes in non-cash working capital	(20,640)	(3,857)	(48,153)	(6,475)
	19,058	1,014	33,603	107
Cash flows from investing activities				
Payments for property, plant and equipment	(13,380)	(1,289)	(20,480)	(5,256)
Proceeds from sale of assets	24	-	97	1
Payments for exploration and evaluation expenditure	(477)	(926)	(4,486)	(10,279)
Payments for acquisition of additional 10% interest in AMCK Mining s.p.r.l.	(10,000)	-	(10,000)	-
Payments for deferred acquisition costs	-	-	(4,078)	
Payments for investments	(18,228)	-	(127,288)	-
Proceeds of principal repayments from investments	19,779	-	28,874	-
Interest and coupon payments received on investments	1,000	-	1,551	-
	(21,282)	(2,215)	(135,810)	(15,534)
Cash flows from financing activities				
Proceeds from issue of shares (net of issue expenses)	2,750	23	139,325	457
Movement in restricted cash	-	-	-	14,133
Proceeds from borrowings (net of fees incurred)	13,250	4,000	13,250	4,000
Repayment of borrowings	-	(1,875)	(10,652)	(5,225)
	16,000	2,148	141,923	13,365
Net increase/ (decrease) in cash and cash equivalents	13,776	947	39,716	(2,062)
Cash and cash equivalents at beginning of the period	33,884	1,552	7,945	4,559
Effects of exchange rate changes on cash held in foreign currencies	-	(1)	(1)	1
Cash and cash equivalents at end of the period	47,660	2,498	47,660	2,498