



**NOT FOR DISSEMINATION IN THE UNITED STATES OR FOR DISTRIBUTION TO  
U.S. NEWSWIRE SERVICES**

**Titanium Resources Group Ltd Signs Agency Agreement for  
The Placing of New Common Shares to Raise up to £17.6 million**

2 May 2007: Titanium Resources Group Ltd ("TRG" or "the Company") announces the signing of an Agency Agreement between TRG and BMO Nesbitt Burns, Inc. and Arbutnot Securities Limited to place up to 27,077,000 new common shares ("the Placing Shares") with institutional investors at a price of 65 pence per Placing Share raising approximately £17.6 million (US\$35.2 million) before expenses ("the Placing"). The Placing represents approximately 11.6 percent of the enlarged issued share capital of the Company of 234,278,553 common shares.

The net proceeds of the Placing will be used for general corporate purposes and growth initiatives including: approximately \$25 million on upgrading the power house at the Sierra Rutile mine to Heavy Fuel Oil; the expansion of Sierra Rutile's dry plant capacity for the increased production from the ongoing Dredge D2 and D3 expansion projects; exploration on the prospective areas within existing tenures but outside current mine plans at Sierra Rutile and Sierra Minerals; and exploration of the Turners' Peninsular deposit acquired in 2006.

Application has been made to the London Stock Exchange for the Placing Shares to be admitted to trading on AIM ("Admission"). The Placing Shares will rank in full for all dividends or other distributions made, paid or declared after Admission and *pari passu* in all other respects with the existing common shares. The Placing is conditional on, *inter alia*, Admission becoming effective, which is expected to occur on 8 May 2007, when dealings in the Placing Shares are expected to commence.

THE SECURITIES REFERRED TO IN THIS RELEASE WILL NOT BE REGISTERED UNDER THE UNITED STATES SECURITIES ACT OF 1933 OR THE LAWS OF ANY STATE AND MAY NOT BE OFFERED OR SOLD IN THE UNITED STATES ABSENT SUCH REGISTRATION OR AN APPLICABLE EXEMPTION FROM REGISTRATION REQUIREMENTS.

For further information:

Len Comerford / Walter Kansteiner  
Titanium Resources Group Ltd.  
Telephone: +44 20 7321 0000

Michael Oke / Andy Mills  
Aura Financial  
Telephone: +44 20 7321 0000

Nominated Adviser  
John Wilkes  
Nabarro Wells & Co. Limited  
Telephone: +44 20 7710 7400

Graham Swindells/Richard Dunn  
Arbuthnot Securities  
Telephone: +44 20 7012 2000

William Smith  
BMO Capital Markets  
Telephone: +44 20 7664 8120