



November 28th, 2008

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

Dear Sir

Attached is a copy of the Chairman's address to be delivered to shareholders of Kasbah Resources Limited at the Annual General Meeting of the Company to be held today.

Yours Faithfully

A handwritten signature in black ink, appearing to read 'Peter R Youd', with a large, stylized flourish at the bottom.

Peter R Youd
Company Secretary



ADDRESS TO SHAREHOLDERS

A presentation to the 3rd Annual General Meeting of Kasbah Resources Limited by the Chairman, Mr G.S. Walker

At Achmmach we are currently in the resource establishment stage which, following a satisfactory outcome, will lead to the definition of a mineable reserve and then, subject to a positive feasibility study, the development of a tin mine, all of course subject to financing.

When Kasbah was floated last year, we reported an initial JORC resource of 2 million tonnes at 1% tin at a cut-off grade of 0.6%. To give you some feel for this number, it approximates 6.25 grams per tonne of gold or 4% copper, using US\$15,000 per tonne tin, US\$750 per ounce gold and US\$3,800 per tonne copper prices.

We are currently updating this initial resource figure based on the drilling programmes completed to date. Since November 2007 we have drilled 28 diamond holes for 8,000 m in the project and we expect to report a substantial increase in this resource next month which we anticipate will allow us to plan for the next stage of defining a mineable reserve

I am sure you are all well aware of falling metal prices. At our last AGM the tin price was around US\$17,000 per tonne having only broken through US\$15,000 in mid 2007. It dropped below US\$15,000 in early October this year having been near US\$25,000 in between. It closed at around US\$13,000 per tonne on Thursday this week. Interestingly in A\$ terms the tin price is slightly higher now than it was at last year's AGM.

In respect of the tin market, the CRU Monitor has estimated a supply shortfall of around 20,000 tonnes of tin this year which is unlikely to be eliminated in 2009. They estimate total 2008 tin consumption to be 350,000 tonnes and report LME stocks were less than 5,000 tonnes in late October. On the supply side, the governor of the Indonesian province of Banka-Belitung is reported as saying that production cuts were needed to restore prices to an "acceptable" level of US\$14 – 15,000 per tonne. ITRI reports that most of China's main tin smelters have recently announced large production cuts in response to lower prices and weaker demand.

Demand still appears to be solid in largest market, China, but supply is dropping off and this supply situation together with the price levels referred to make Achmmach potentially an attractive, low cost production proposition.

Kasbah is in the enviable position of having a great project in a sought after commodity and A\$5.2M cash at hand.

Finally, on behalf of the board I would like to extend our thanks to all of the people that are involved with Kasbah for the great job they have done over the last year.