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FOR IMMEDIATE RELEASE

ZODIAC CAPITAL LIMITED REPORTS PROGRESS ON IRON ORE PROJECT

Sydney, NSW - 19 February, 2008 – Zodiac Capital Limited (NSX: ZOD) advises that following agreement with its Philippine partners, the Company formed Colossal Mining Limited to fund and commercialise the extensive known iron sands of North West and North Luzon in the Philippines.

Colossal Mining Limited's Prospectus is now in the final stages of preparation with the Independent Geologist's Report and the Solicitor's Report on mining titles expected to be completed within the next 21 days. The Prospectus is currently on schedule to be filed with the Australian Securities & Investments Commission within the next 30 days with the Colossal Mining Limited capital raising planned during the course of March followed by the listing on the Australian Stock Exchange expected to proceed in April, 2008.

The liability for the settlement of advance royalties to the Colossal Mining Philippine partners, originally scheduled for commencement in January/February, has now been re-scheduled to commence immediately following the successful completion of the Colossal Mining Limited IPO.

ABOUT ZODIAC CAPITAL: Zodiac is an aggressive investment and transaction oriented business focused on wealth creation for its shareholders. The major Zodiac Capital investment and business activities are focused on advanced development stage projects and opportunities that are suitable for public listing in the resource and energy market sectors; opportunities in China, the Asian Pacific region; and to a lesser degree within the financial services, communications and Internet market sectors.

ABOUT COLOSSAL MINING: Colossal mining operations focus on the re-establishment of the Philippines as a global-scale iron ore supplier through realising the extensive potential iron sand resource in North and North West Luzon which the Company expects will ultimately exceed a targeted 3 billion tons.