

FOR IMMEDIATE RELEASE

IRON SANDS TENEMENTS PARTNERSHIP AND ACQUISITION AGREEMENT ENTERED INTO BY COLOSSAL MINING LIMITED

Sydney NSW, September 15, 2008 -- Zodiac Capital Limited (NSX: ZOD) (the "Company") advises that following almost six months of investigations, due diligence and negotiations, Colossal Mining Limited, a Zodiac group company, has entered into a Partnership and Acquisition Agreement to acquire a total approximate 163 square kilometres of iron sands tenements in the Cagayan region of Northern Luzon in the Philippines. Consideration for the acquisition is a total 30 million shares and 15 million 30 cent options in Colossal Mining. Colossal Mining will also be required to pay royalties amounting to 6% of all products sold once iron ore production commences.

Colossal Mining will now proceed to raise up to \$10,000,000 and accordingly will seek to finalise and lodge its Prospectus within the next 30 days.

The Tenements will be held through and all operations conducted by Colossal Mining's wholly owned Philippine subsidiary, Luzon Iron Development Group Corporation which established its corporate offices in Manila some six months ago.

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