

**TERRANE METALS CORP.**  
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***NEWS RELEASE***

**TERRANE CLOSES BERG FLOW-THROUGH PRIVATE PLACEMENT**

**July 18, 2008**

**TSX-V: TRX**

**Vancouver, British Columbia:** Terrane Metals Corp. (“Terrane” or the “Company”) (TRX: TSX-V) is pleased to announce that it has, effective July 17, 2008, completed a non-brokered private placement of 10,000,000 flow-through common shares at a price of \$0.55 per common share for gross proceeds of \$5,500,000.

The common shares issued in connection with this private placement are now subject to a four month hold period from the closing date in accordance with the policies of the TSX Venture Exchange and applicable securities laws.

In connection with the completion of the private placement Terrane is now obligated to pay a finder's fee, from general working capital, of 3.5% of the gross proceeds raised in this private placement to Anthem Capital Group Inc.

Proceeds from the private placement will be used for further exploration of the Company's Berg copper-molybdenum-silver project in British Columbia, Canada.

**About Terrane**

Terrane Metals Corp. is an exploration and mine development company focused on the development of the Mt. Milligan copper-gold and Berg copper-molybdenum-silver projects in British Columbia, Canada. Goldcorp Inc. owns approximately a 57% equity interest in Terrane on a fully diluted basis.

**TERRANE METALS CORP.**

Signed “*Robert Pease*”

**Robert Pease, P.Ge, FGAC**  
**President and CEO**

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***The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.***

## **Cautionary Note Regarding Forward Looking Statements**

Except for the statements of historical fact contained herein, the information presented in this news release (the “News Release”) constitutes “forward-looking statements” as such term is used in applicable Canadian laws. These statements relate to analyses and other information that are based on forecasts of future results, estimates of amounts not yet determinable and assumptions of management. In particular, statements concerning “Mineral Resource” and “Mineral Reserve” estimates should be viewed as forward-looking statements to the extent that they involve estimates of the mineralization that will be encountered if the property is developed. Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, assumptions or future events or performance (often, but not always, using words or phrases such as “expects” or “does not expect”, “is expected”, “anticipates” or “does not anticipate”, “plans”, “estimates” or “intends”, or stating that certain actions, events or results “may”, “could”, “would”, “might” or “will” be taken, occur or be achieved) are not statements of historical fact and should be viewed as “forward-looking statements”. Such forward looking statements, including but not limited to, those with respect to the price of metals, the amount of estimated mineralization and of contained metals and the timing of and possible outcome of pending economic evaluations and other factors and events described in this News Release, involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Terrane to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Such risks and other factors include, among others, the actual results of exploration activities; variations in the underlying assumptions associated with the estimation or realization of Mineral Resources and Mineral Reserves, the conclusions of economic evaluations and possible variations in ore grade or recovery rates; costs and timing of the development of new deposits; availability of capital to fund programs and the resulting dilution caused by the raising of capital through the sale of shares; accidents, labour disputes and other risks of the mining industry including without limitation those associated with the environment, delays in obtaining governmental approvals, permits or financing or in the completion of development or construction activities, title disputes or claims limitations on insurance coverage. Although Terrane has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that such statements will prove to be accurate as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements contained in this News Release and in any document referred to in this News Release.

Forward looking statements are made based on management’s beliefs, estimates and opinions on the date the statements are made and Terrane undertakes no obligation to update forward-looking statements if these beliefs, estimates and opinions or other circumstances should change, except as required by applicable law.