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PRESS RELEASE

**JASPER MINING CORPORATION ANNOUNCES
RESULTS OF AIRBORNE GEOPHYSICAL SURVEY
ON LYDY PROPERTY**

Jasper Mining Corporation (the “Company”) is pleased to announce the latest results from the Company’s 100% owned Lydy property, located west of Kootenay Lake near the community of Gray Creek, BC. The property lies approximately 1 km east of the Company’s McFarlane property (see Press Release dated July 27, 2006). The Lydy property is interpreted to have similar potential for molybdenum + copper ± gold mineralization.

The property is located east of a prominent aeromagnetic anomaly associated with the Crawford Stock, a biotite granite intrusion of Cretaceous age correlated to the Bayonne Magmatic Belt. Many of the Cretaceous intrusions of the Bayonne Magmatic Belt have strong aeromagnetic signatures and are associated with anomalous molybdenum mineralization. Furthermore, the property is located immediately south of, and contiguous with, Eagle Plains Resources Ltd’s (“Eagle Plains”) Sphinx property, for which an Inferred Resource of 62,005,615 tonnes grading 0.035% Mo, using a cut-off grade of 0.01% Mo, was recently announced (see their Press Release May 9, 2006). The resource is associated with an interpreted Cretaceous age intrusive body, with mineralization occurring as “disseminations and within quartz-pyrite stockwork veins hosted by both sedimentary and intrusive rocks”.

An Aeroquest International (“Aeroquest”) airborne geophysical survey was recently completed on the Lydy property and the Company is in receipt of the preliminary data, comprised of electromagnetic and magnetic data. Electromagnetic (“EM”) data is intended to identify and delineate possible conductors, which may include faults, mineralized veins and/or porphyry-style mineralization. Magnetics is expected to allow differentiation of intrusive phases within sedimentary strata hosting the intrusions and, therefore, allow possible identification of at least one possible

control to mineralization.

The preliminary data documents prominent magnetic and EM , generally elongate to linear anomalies within the north-trending mapped geology . Eagle Plains has reported their Inferred Resource to be associated with a quartz monzonite having a very small surface exposure approximately 1,300 m north of the Lydy property . The sub-surface projection of the mineralized quartz monzonite and surface geochemistry , as documented on Eagle Plains web-site, extends south-southwest along the west side of Baker Creek toward the Lydy property .

A prominent and very strong magnetic anomaly is evident on the Aeroquest data, extending essentially north-south and appears it may have a sharply faulted eastern termination. Underlying the majority of the property is a broad magnetic low, sub-parallel to the geology as previously mapped. However, a spatially coincident EM high is oriented slightly oblique to the magnetic anomaly and has a subtle anomaly trending south-southwest which may represent a response to the mineralized Cretaceous intrusive.

The preliminary results of the Aeroquest survey are very interesting and initial interpretation of the data suggest further drilling on the property is warranted. The Company is awaiting the final report from Aeroquest with interpretation of the results and identification of favourable anomalies from the survey . The final report is expected within the next four to six weeks.

This press release has been prepared by Richard T. Walker, B.Sc., M .Sc., P. Geo., the “Qualified Person” under National Instrument 43-101.

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

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