

OUR MISSION AS A RESOURCE DEVELOPMENT COMPANY IS TO IDENTIFY AND DEVELOP UNIQUE OPPORTUNITIES THAT CREATE VALUE FOR OUR SHAREHOLDERS

We have identified three strategic commodities with strong, long term market fundamentals that are essential to the building blocks of the world's economies.

ENERGY | coal
projects in North America and Asia

STEEL | molybdenum
project in Asia

CONSTRUCTION MATERIALS | aggregate
projects in North America

The demand for these commodities is underpinned by the world's largest economy and the industrialization of large developing countries and their accelerating demand for resources. We are advancing projects strategically located relative to markets in China and the U.S.



→ STRONG MARKET FUNDAMENTALS FOR TARGETED COMMODITIES

COAL | Growing demand in the U.S. and globally

- Thermal coal prices solidly crossed above US\$100 per ton in June, more than double what they were six months ago
- Energy needs are projected to grow by 55% between 2005 and 2030 with most new electrical generating plants using coal

MOLYBDENUM | Forecast demand remains strong

- China leads molybdenum consumption growth globally as demand for specialty steel products increases world-wide
- Anticipated deficit in molybdenum supply will require significant new molybdenum production reaching 20 million pounds per year by 2014

AGGREGATE | U.S. population growth fueling demand

- Urban sprawl along U.S. eastern seaboard is depleting resources and driving up transportation costs making rail and marine transport options competitive
- In excess of 500Mt of new demand per annum in U.S. by 2030, highest in coastal regions

“Erdene offers investors the diversity and stability associated with a mid-tier company combined with the high value impact potential of a small cap.”

Peter C. Akerley, President and CEO

→ STRATEGIC PARTNERSHIPS WITH INDUSTRY LEADERS

- Industry leaders Xstrata Coal, KaMin LLC and Ready Mix USA are partnered with Erdene and have extensive experience in their respective sectors: coal, kaolin and construction aggregate
- Joint ventures allow the company to maintain a large portfolio of projects while reducing the financial exposure thereby allowing the company to focus on advancing their lead projects and develop new opportunities

→ WELL CAPITALIZED TO CONTINUE ADVANCING PROJECTS

- Recently closed a \$18.6 million private placement
- Erdene’s current cash position ensures the company can continue to advance its projects through 2009

→ ADVANCED STAGE PROJECTS WITH SIGNIFICANT UPSIDE POTENTIAL

DONKIN | Coal

- Partnered with Xstrata Coal (75% Xstrata/25% Erdene)
- Located proximal to infrastructure, coal fired power plants and a marine transport coal loading facility in Nova Scotia, Canada
- A 227Mt Indicated and 254Mt Inferred high volatile “A” bituminous coal resource
- Feasibility study underway on an evaluation and development program utilizing a continuous miner – the program is an interim step in assessing the viability of a large scale longwall mining operation

ZUUN MOD | Molybdenum

- Wholly owned and located within 200 kilometres of China’s border and rail built to access Mongolian mining operations
- Measured and Indicated resource of 237 million tonnes at an average grade of 0.052% molybdenum representing million pounds of contained molybdenum metal
- Significant exploration potential for additional copper and molybdenum discoveries
- Additional drilling and preliminary assessment underway

ZUUN MOD NI 43-101 RESOURCE ESTIMATE

CUT-OFF GRADE Mo%	RESOURCE CATEGORY	RESOURCES Mt	Cu%	Mo%	CONTAINED Mo Metal Mlbs
0.03%	Measured + Indicated	467.5	0.061	0.044	453
	Inferred	141.2	0.056	0.039	121
0.04%	Measured + Indicated	237.1	0.068	0.052	272
	Inferred	49.7	0.063	0.047	51
0.05%	Measured + Indicated	110.1	0.075	0.061	148
	Inferred	12.7	0.069	0.058	16

Minarco-MineConsult (May 2008)

SENIOR MANAGEMENT

PETER AKERLEY
President and CEO
20 years mining and exploration

KEN MACDONALD
VP Business Strategy & CFO
30 years financial/accounting

CHRIS COWAN
Vice President, Asia
45 years mining and exploration

MARK DAVIES
Vice President, Erdene Materials
25 Years construction aggregates

MARKET FACTS (AS AT SEPTEMBER 2008)

Ticker Symbol: TSX: ERD
Cash Position: \$21.1 million
Shares Outstanding: 89.2 million
Shares Fully Diluted: 98.6 million
52 Week Range: \$0.62 - \$1.48



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