

GLASS EARTH LIMITED

Suite 500, 357 Bay Street.
Toronto, Ontario, Canada
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Shares Outstanding: 89,902,633

Trading Symbol: TSX-Venture: GEL

NEWS RELEASE

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• **GLASS EARTH ANNOUNCES NZ\$10 MILLION FINANCING AND INTENTION FOR SECONDARY LISTING ON NEW ZEALAND STOCK EXCHANGE**

Toronto, Canada, Tuesday August 29, 2006. Glass Earth Limited (TSX VENTURE:GEL) ("**Glass Earth**") is pleased to announce that the company is planning a NZ\$10 million (approximate C\$7 million) financing and its intention to seek a secondary listing of its common shares on the New Zealand Exchange's Alternative Exchange (NZAX).

Glass Earth is a Wellington, New Zealand based gold exploration company that is listed on the TSX Venture Exchange with two wholly owned New Zealand operating subsidiary companies, namely Glass Earth New Zealand Limited and HPD New Zealand Limited.

Financing

The NZ\$ 10 million financing will be targeted primarily at providing New Zealand investors with an opportunity to invest in Glass Earth. The major shareholder of Glass Earth, St Andrew Goldfields Limited has agreed to subscribe for its 48.3% pro-rata position of the financing.

The financing will consist of units, each unit comprising one common share and one half purchase warrants (option) to subscribe for common shares and will be limited to New Zealand resident investors and pre-approved habitual investors.

The proceeds from the financing (approximately NZ\$10,000,000 less issue expenses) will be used to fund Glass Earth's ongoing exploration, appraisal and development programme for gold and silver, in New Zealand and for general working capital.

Listing

Glass Earth intends to seek a listing as an Overseas Listed Issuer on the NZAX.

Company profile

Glass Earth is one of the largest New Zealand based gold exploration companies exploring a land position of over 33,175 square kilometres in the North and South Islands

North Island

In the North Island exploration efforts are focussed on the Coromandel /Central Volcanic Region. The Coromandel / Central Volcanic Region is host to the 10 million ounce Waihi / Martha Hill Mine, owned by Newmont Mining, which is considered the "type" epithermal gold deposit and the kind of large epithermal gold deposit targeted by Glass Earth

- Glass Earth has defined and delineated a total of 21 priority individual target areas that could potentially host large deposits of Martha Mine "look-a-like" epithermal gold mineralisation. These target areas have been covered by Exploration Permits. Drill ready targets have been generated in these areas
- Glass Earth has entered into a Joint Venture Agreement with Newmont Waihi Mining for Newmont to fund the exploration of one of these targets in the Waihi West area adjacent to Newmont's Waihi / Martha Mine Operation
- Glass Earth is planning additional exploration over the Hauraki region exploration and prospecting permits that were recently acquired as part of the HPD New Zealand transaction.

South Island

In the South Island exploration efforts are focussed on the Otago Region for mesothermal “Macraes-style” gold targets.

Qualified Persons

Glass Earth’s exploration programs are carried out under the supervision of Glass Earth’s VP Exploration and Chief Operating Officer, Mr. Simon Henderson, M.Sc, M.AUSIMM. Mr. Henderson meets the qualified person requirements (as defined by National Instrument 43-101) with more than 30 years of experience in the gold mining and exploration industry.

For further information about Glass Earth Limited, please visit Glass Earth’s website at: www.glassearthlimited.com or contact: investor@glassearthlimited.com

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