



June 2, 2005

IVANHOE MINES FILES FINAL PROSPECTUS FOR C\$158 MILLION EQUITY OFFERING OF COMMON SHARES

SINGAPORE — Ivanhoe Mines announced today that the company has filed a final short-form prospectus in all provinces of Canada for a previously announced underwritten equity offering of 15,750,000 common shares from treasury at a price of C\$8.00 per share, for gross proceeds of C\$126 million (approximately US\$100 million).

In addition, the underwriters have exercised their option to buy an additional 4,000,000 common shares at C\$8.00 per share, for gross proceeds of C\$32 million, bringing the total gross proceeds from the offering to C\$158 million (approximately US\$126 million). The financing is expected to close on or about June 9, 2005.

The securities offered have not been, and will not be, registered under the U.S. Securities Act of 1933, as amended, and may not be offered or sold in the United States absent registration or an applicable exemption from the registration requirements. This news release shall not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the securities in any State in which such offer, solicitation or sale would be unlawful.

Information contacts

Investors: Bill Trenaman: +1.604.688.5755

Media: Bob Williamson: +1.604.688.5755