

TERRANE METALS CORP.
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NEWS RELEASE

**TERRANE REPORTS ADDITIONAL ASSAY RESULTS FROM BERG PROJECT
DRILL HOLE RETURNS 844 METRES OF 0.76% COPPER EQUIVALENT**

December 4, 2008

TSX-V: TRX

Vancouver, British Columbia: Robert Pease, President and CEO of Terrane Metals Corp. ("Terrane" or the "Company") (TRX: TSX-V), is pleased to report assay results for the remaining 19 holes of the 31 hole – 11,661 metre work program completed in 2008 at the Company's 100%-owned Berg copper-molybdenum-silver project, British Columbia, Canada.

Reported drill holes are from the South and Northeast Zones. Assay results are listed in Table I. All holes are inclined at -50° to -80° and drilled in a variety of directions in order to achieve representative mineralized intersections. A drill hole plan and detailed assay results can be viewed at the Company's website (www.terrane.com).

**TABLE I
BERG PROJECT – FINAL 2008 DRILL HOLE ASSAY RESULTS**

Drill Hole (BRG08-)	Interval (m)	Cu (%)	Mo (%)	Ag (g/t)	CuEQ* (%)	Zone
195	222.0	0.47	0.035	5.0	0.83	South
197	321.0	0.24	0.068	5.2	0.91	South
179	252.0	0.18	0.049	3.1	0.66	Northeast
180	36.0	0.37	0.007	4.6	0.46	Northeast
181	471.2	0.27	0.062	4.8	0.88	Northeast
182	237.3	0.43	0.007	4.0	0.52	Northeast
183	274.0	0.58	0.014	6.0	0.76	Northeast
184	486.0	0.38	0.047	6.0	0.86	Northeast
187	111.0	0.44	0.010	7.3	0.58	Northeast
188	54.2	0.47	0.006	5.0	0.56	Northeast
189	377.9	0.45	0.032	4.1	0.78	Northeast
190	176.1	0.23	0.051	6.7	0.75	Northeast
191	168.0	0.44	0.036	6.0	0.82	Northeast
192	71.0	0.32	0.005	4.1	0.39	Northeast
193	47.8	0.49	0.004	5.3	0.56	Northeast
194	844.5	0.28	0.048	4.5	0.76	Northeast

*Copper equivalent (CuEQ%) calculation uses metal prices of US\$1.50/lb copper, US\$14/lb molybdenum, and US\$7/oz silver and is based on in-situ metal content.

COPPER MINERALIZATION – NORTHEAST ZONE

The 2008 program better-defined supergene and hypogene copper mineralization in the Northeast Zone with the addition of 17 drill holes totaling 5,908 metres. Eleven of these drill holes intersected a flat-lying, dominantly supergene-enriched copper horizon that is covered by up to 40 metres of leached cap and underlain by +700 metres of hypogene mineralization. The drilling program expanded the limits of the supergene horizon which now measures +500 metres wide, +900 metres long and with a vertical thickness ranging from 40 to +200 metres. Within this horizon an internal blanket of higher-grade copper mineralization measuring some 250 metres wide, 500 metres long and ranging from 15 to +200 metres thick was outlined. Assay results for higher grade supergene-enriched copper mineralization are reported in Table II.

TABLE II

BERG PROJECT – FINAL 2008 DRILL HOLE ASSAY RESULTS NORTHEAST ZONE SUPERGENE-ENRICHED COPPER HORIZON

Drill Hole (BRG08-)	Interval (m)	Cu (%)	Mo (%)	Ag (g/t)	CuEQ⁽¹⁾ (%)
177⁽²⁾	51.0	0.59	0.067	4.3	1.24
178⁽²⁾	31.2	0.65	0.037	8.8	1.06
and	45.4	0.51	0.072	5.8	1.22
181	208.5	0.43	0.060	7.8	1.04
182	126.0	0.54	0.006	3.5	0.62
183	104.0	0.70	0.012	8.7	0.87
184	119.0	0.68	0.035	8.1	1.07
187	18.7	0.83	0.011	18.3	1.06
188	15.2	0.81	0.008	6.1	0.92
189	84.0	0.63	0.026	3.8	0.90
191	38.0	0.74	0.031	7.0	1.07
194	154.5	0.56	0.042	5.5	0.99

(1) Copper equivalent (CuEQ%) calculation uses metal prices of US\$1.50/lb copper, US\$14/lb molybdenum, and US\$7/oz silver and is based on in-situ metal content.

(2) Previously reported – see Press Release dated November 5, 2008

Drill Hole 194 is notable in that it is the deepest drill hole completed to date at Berg. It tested the vertical extent of the hypogene porphyry system below the leached cap and supergene-enriched horizon and returned 844.5 metres of 0.28% Cu, 0.048% Mo and 4.5 g/t Ag or 0.76% CuEQ over the entire length of the drill hole (Table I). The hole bottomed in similar mineralization 850 vertical metres below surface.

Associated silver values from the 2008 work program are consistently two to three times greater than the average 2.1 g/t Ag reported in the NI 43-101 Mineral Resource Estimate (see Press Release April 30, 2008). Fifteen of the 31 drill holes completed in 2008 returned intervals of +10 g/t Ag over core lengths of +25 metres. Noteworthy intersections of higher grade silver mineralization are reported in Table III.

TABLE III**BERG PROJECT – FINAL 2008 DRILL HOLE ASSAY RESULTS
SIGNIFICANT SILVER INTERVALS**

Drill Hole (BRG08-)	Interval (m)	Ag (g/t)	Zone
171*	166.5	11.4	West
181	224.4	7.7	Northeast
183	200.0	7.1	Northeast
184	78.9	10.0	Northeast

* Previously reported – see Press Release dated November 5, 2008

MOLYBDENUM-RICH MINERALIZATION

Six of the 19 reported drill holes targeted the molybdenum-rich core zone where previous drilling had outlined significantly higher grade material within a steeply-inclined 2 km long panel. All six drill holes returned higher grade material (Table IV). Drill Hole 197 confirmed that core zone mineralization in the South and West Zones are in fact one continuous zone with a strike length of 1.2 km and an estimated true width ranging from 50 to 120 metres. Drill Hole 184 extended the depth of the zone to +450 metres.

TABLE IV**BERG PROJECT – FINAL 2008 DRILL HOLE ASSAY RESULTS
MOLYBDENUM-RICH CORE ZONE**

Drill Hole (BRG08-)	Interval (m)	Cu (%)	Mo (%)	Ag (g/t)	CuEQ* (%)	Zone
197	57.7	0.27	0.109	1.8	1.30	South
179	51.0	0.14	0.075	2.3	0.85	Northeast
181	37.5	0.41	0.083	5.4	1.22	Northeast
184	333.0	0.29	0.054	5.3	0.84	Northeast
190	24.0	0.23	0.085	3.3	1.04	Northeast
191	26.0	0.05	0.108	4.6	1.09	Northeast

*Copper equivalent (CuEQ%) calculation uses metal prices of US\$1.50/lb copper, US\$14/lb molybdenum, and US\$7/oz silver and is based on in-situ metal content.

QA/QC

The Berg drilling program and associated sampling and quality control protocols are directed and supervised by Stewart Harris, P. Geo. of Equity Exploration Consultants Ltd., who is a Qualified Person as defined under National Instrument 43-101. Sample preparation was conducted by ALS Chemex at their facility in Terrace, BC. ALS Chemex completed assaying at their ISO 9001:2000 accredited laboratory in North Vancouver, BC. Copper, molybdenum and silver assays utilized aqua regia sample decomposition with analysis by atomic absorption spectrometry. Non-sulphide copper was determined by sample decomposition in a 5% sulphuric acid leach and copper content measured by atomic absorption spectrometry. In addition to an internal laboratory quality control program, Terrane maintains a quality assurance and quality control program through the systematic use of standards, blanks and duplicates.

ABOUT TERRANE METALS CORP.

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. (GG: NYSE; G: TSX) owns a 59% equity interest in Terrane on a fully diluted basis. In July 2008 Terrane and Goldcorp entered into an agreement which grants Goldcorp an option to convert its equity interest in Terrane into a participating joint venture interest in the Mt. Milligan Project (see press release July 09, 2008).

TERRANE METALS CORP.

Signed "Robert Pease"

**Robert Pease, P.Geo, 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 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 the Company 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 the Company 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 the Company 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.