



November 2, 2004

IVANHOE MINES RECEIVES A SECOND EARLY REPAYMENT OF US\$12.5 MILLION FROM MONGOLIAN GOVERNMENT

ULAANBAATAR, MONGOLIA — Ivanhoe Mines' Chairman Robert Friedland announced today that Ivanhoe has received a second early US\$12.5 million tranche from the Government of Mongolia in an additional partial repayment of the US\$50 million treasury bill purchased by the company last December.

Including the US\$12.5 million payment received in early October, Ivanhoe has now received US\$25 million, plus interest of US\$1.16 million. The government securities were issued on December 31, 2003, and consist of a one-year treasury bill denominated in U.S. dollars, bearing interest at 3% per year.

Ivanhoe has a 100% interest in the Oyu Tolgoi copper and gold project in Mongolia and owns or controls exploration rights covering approximately 117,000 square kilometres in central and southern Mongolia, where additional copper and gold discoveries have been made. Ivanhoe also is exploring for copper and gold deposits in China and Australia. Ivanhoe produces LME Grade A copper from its Monywa joint venture in Myanmar and iron ore products from ABM Mining's Savage River mine in Australia.

Ivanhoe shares are listed on the Toronto and Australian stock exchanges under the symbol IVN. The shares also are listed on NASDAQ under the symbol HUGO.

Information contacts in North America

Investors: Bill Trenaman +1.604.688.5755

Media: Bob Williamson +1.604.688.5755