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Grange Resources Limited

Australia's leading magnetite producer

Grange Gains Final Permit for Southdown

Grange Resources Limited ("Grange" or "the Company") has been awarded the final major environmental permit required for its Southdown Joint Venture Magnetite Project.

The permit for the project's desalination plant has been granted by the West Australian Minister for Environment and Conservation Hon. Bill Marmion. The desalination plant will provide up to 12 gegalitres of water per year to the proposed Southdown mine operations.

Grange Resources Managing Director Russell Clark said with all major permits now in place for the project, Southdown remains on target for first production in 2015.

"I'm very pleased to announce another major milestone for Southdown, which continues to gain momentum and promises significant economic and social benefits for the Great Southern region of WA," Mr Clark said.

"Southdown is a well advanced project with all its major environmental permits in place. The desalination permit follows the granting of the mine permit in 2009, and the awarding of the Port expansion permit in 2010."

"Southdown is a major infrastructure venture as well as a resource project. The desalination plant is one of three infrastructure upgrade components for Southdown, which will also include upgrades of the Albany Port and the construction of a power transmission line. It is a significant project that will bring 600 locally based jobs to the Great Southern region."

About the Company:

Grange Resources Limited is Australia's leading magnetite producer and the only commercial producer of magnetite pellets in Australia, combining both mining and pellet production expertise. Development of the Southdown Magnetite Project will see Grange become one of the major suppliers of high grade magnetite in Australia.

For further information, please contact:

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