

26 September 2014

ASX Market Announcements
ASX Limited
Level 4
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

UPDATE ON SURDA STOP WORK NOTICE

India Resources Limited (IRL) provides the following update on the Stop Work Notice issued by Hindustan Copper Limited (HCL) for the Surda copper mine.

HCL, as owner of the Surda mine and process plant, filed a Writ Petition in the Ranchi High Court on 16 September 2014 requesting a stay of the order issued by the Government of Jharkhand to cease non-essential operations at the Surda mine.

HCL had no option but to obey the order issued by the Government of Jharkhand and to instruct IRL, as mine manager and operator, to cease mining operations. HCL has requested the Ranchi High Court to use its evident authority to stay the order and to grant HCL twelve months in which to complete formal re-application documents and to obtain the necessary government approvals for a new mining lease for the Surda mine area.

As an affected party, IRL has filed an Interlocutory Application seeking an intervention by the Court in support of the writ filed by HCL. The Writ Petition and the Interlocutory Application have been admitted by the Court and the matter is expected to be heard in the near future.

IRL is aware that other large companies are also filing similar writ petitions in the High Court of Ranchi to allow the resumption of mining operations. If successful, some of these petitions would also apply to the Surda mine and allow it to resume operations.

Simultaneously, HCL is also pursuing the renewal of the Surda mining lease with the State Government of Jharkhand. After meeting with the Government of Jharkhand officials, HCL has advised that the Surda mining lease renewal will be on the agenda at the Government of Jharkhand cabinet meeting, which is expected to be held in the near future. The cabinet has the necessary power to allow the resumption of mining operations.

During the stoppage period, approximately 25% of IRL's workforce is engaged in care and maintenance work at the mine, including essential maintenance of the shaft systems and its machineries. IRL is also cleaning up the mine by removing saleable scrap metal from underground. This work will ensure that the mine becomes safer and more efficient when normal operations resume.



The remaining work force has been placed on an official No Work No Pay notice. HCL has been requested to reimburse IRL's costs for the period during which the Stop Work Notice remains effective, noting that HCL is responsible for the mining lease and that it pays care and maintenance to other mines in similar circumstances.

Yours faithfully

Arvind Misra
Managing Director

For more information contact:

Andrew Simpson
Chairman

Telephone: +618 9450 8822

Mobile: +618 (0)419 955 878

Arvind Misra

Managing Director

Telephone: +618 9327 7444

Mobile: +618 (0)417 934 998

Visit: www.indiaresources.com.au