

10 October 2014

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

Dear Sir/Madam

FURTHER UPDATE ON SURDA STOP WORK NOTICE

India Resources Limited (IRL) provides the following update on the stop work notice on the Surda copper mine.

Hindustan Copper Limited's (HCL) Writ Petition (WP) seeking a one year stay on the order of the Jharkhand State Government (JSG) has been heard in the Ranchi High Court. HCL submitted that it had applied for the renewal of its mining licence in 2013 but no decision had been made prior to the expiry of the lease on 15 June 2014. The JSG queried the applicability of the case judgement relied upon by HCL, argued that the Surda mine was a special case because it was yet to receive its Central Evaluation Committee (CEC) report and asked for six months to address the issues. HCL argued that it had been mining until this notice and the JSG had been issuing consent to operate from time to time willfully and under court order until now.

The Court rejected the JSG's request for six months' time and its view that the judgement relied upon by HCL was not applicable in this case. It ordered both parties to file additional affidavits disclosing all of the facts by no later than 16 October 2014 when the matter is listed to be heard again, and instructed the JSG to take a decision regarding the renewal of HCL's mining licence.

IRL is aware that similar judgements have been made regarding other mines in Jharkhand State and that some have now been able to recommence operations.

IRL has lodged a claim on HCL for care and maintenance work at the Surda mine for September 2014 during the period of the stop work notice and submitted additional information requested by HCL. A union has challenged IRL's No Work No Pay notice, and HCL has been informed that this may succeed and the resulting costs will be added to our claim.

Yours faithfully

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Managing Director

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