



MARKET RELEASE

12 December 2008

First Australian Resources Limited

TRADING HALT

The securities of First Australian Resources Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Tuesday, 16 December 2008 or when the announcement is released to the market.

Security Code: FAR
FARG

A handwritten signature in black ink, appearing to read 'Nicholas Ong'.

Nicholas Ong
Principal Adviser, Issuers

ABN 41 009 117 293

**FIRST AUSTRALIAN RESOURCES** LIMITED*Incorporated in Western Australia*

12 December 2008

Nicholas Ong
Senior Issuers Adviser
Australian Stock Exchange Limited
Exchange Plaza
2 The Esplanade
PERTH WA 6000

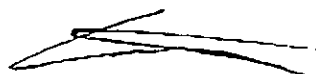
Dear Nick,

TRADING HALT

First Australian Resources Limited (ASX Code: FAR) requests an immediate trading halt be put on its listed shares (FAR) and listed convertible notes (FARG) pending an announcement to the market regarding a proposed capital raising predominantly to fund ongoing oil and gas exploration and development activities.

First Australian Resources Limited is not aware of any reason the trading halt should not be granted. The trading halt is expected to last 2 days. If an announcement is not made at the end of the trading halt period, the company will request the suspension of its securities.

Yours Sincerely



Colin Harper
Company Secretary
First Australian Resources Ltd