



11 June 2009

RIGHTS ISSUE PROSPECTUS MAILED TO SHAREHOLDERS

Queensland Ores Limited (ASX: QOL) advises that the prospectus for the 1:1 rights issue at 0.9 cents per share announced to the ASX on 25 May 2009 and the Supplementary Prospectus announced to the ASX on 4 June 2009 were mailed to shareholders today.

In accordance with the Listing Rules of the ASX and the Takeover Provisions of the *Corporations Act 2001* shareholders with addresses outside Australia and New Zealand (**Foreign Shareholders**) will not receive a prospectus. The attached notice setting out how their rights will be dealt with was mailed to the Foreign Shareholders today

For further information:

Taff Greenwood

Garry Gill

Queensland Ores Limited
Tel: 07 3230 2000

11 June 2009



QUEENSLAND ORES LTD

Queensland Ores Limited Rights Issue – Allocation to Foreign Share Holders

On 14 May 2009, Queensland Ores Limited (QOL) announced that it will undertake a non-renounceable rights issue (**Rights Issue**) to raise additional working capital and to satisfy impending debt commitments.

The details of the Rights Issue are as follows:

- (a) The offer is a non-renounceable for ordinary fully paid shares in QOL (**QOL Shares**);
- (b) QOL Shares will be issued on a 1:1 basis;
- (c) The maximum number of QOL Shares to be issued will be 220,805,122;
- (d) The issue price will be 0.9 of a cent per QOL Share;
- (e) The new shares will rank equally in all respects with the existing shares;
- (f) The maximum amount of money raised by the Rights Issue will be approximately \$1.98 million; and
- (g) Money raised through the rights issue must be used for working capital and to satisfy impending debt commitments.

The Prospectus for the issue was lodged with the Australian Securities and Investment Commission (**ASIC**) and Australian Securities Exchange (**ASX**) on Monday 25 May 2009 and a Supplementary Prospectus was lodged with the Australian Securities and Investment Commission (**ASIC**) and Australian Securities Exchange (**ASX**) on 4 June 2009. Copies of the Prospectus and the Supplementary Prospectus are available in electronic form on the ASX website at www.asx.com.au and on the Company's website at www.qol.com.au.

The timetable for the Rights Issue is currently as follows:

Activity	Date
Rights Issue Announced	Thursday 14 May 2009
Notice with information on Rights Issue sent to Shareholders	Thursday 28 May 2009
Ex Date	Monday 1 June 2009
Record Date for determining entitlements under the Issue	Friday 5 June 2009
Offer opens	Friday 12 June 2009
Offer expected to Close	Friday 26 June 2009
Trading of New Shares on the ASX expected to commence on deferred basis	Monday 29 June 2009
Expected Date for Allotment of Shares and Despatch of New Share holding statements	Thursday 2 July 2009
Trading of New Shares on the ASX expected to commence on normal basis	Friday 3 July 2009

ALL DATES ARE SUBJECT TO CHANGE AND ACCORDINGLY ARE INDICATIVE ONLY. IN PARTICULAR, THE COMPANY HAS THE RIGHT TO VARY THE DATES OF THE OFFER, WITHOUT PRIOR NOTICE.

In accordance with the Listing Rules of the ASX, QOL has considered the number of shareholders with registered addresses outside Australia and New Zealand, the number and value of the shares held by those shareholders and the number and value of new shares those shareholders would be

offered pursuant to the Rights Issue. Taking this into consideration, as well as the costs of complying with the legal requirements and the requirements of the regulatory authorities relating to the shareholders with registered addresses outside Australia and New Zealand, QOL has formed the view that it is unreasonable to extend the Rights Issue to shareholders outside Australia and New Zealand and that the offer pursuant to the Rights Issue will only be extended to QOL Shareholders on record as at 5pm (Brisbane time) on 5 June 2009 (**Record Date**) with registered addresses in Australia or New Zealand.

Accordingly, as a shareholder with a registered address outside Australia or New Zealand (**Foreign Shareholder**) as at the Record Date, the offer pursuant to the Rights Issue is not being extended to you.

However, in order for the Rights Issue to satisfy the takeover provisions of the *Corporations Act 2001 (Cwlth)*, QOL is required to appoint a nominee (**Nominee**) to:

- (a) receive the shares to which Foreign Shareholders would otherwise be entitled to receive under the Rights Issue (**Foreign-allocated Shares**);
- (b) sell those Foreign-allocated Shares; and
- (c) proportionately distribute to the Foreign Shareholders the proceeds of sale (net of expenses) from the sale of those Foreign-allocated Shares.

The Nominee must be the holder of an Australian Financial Services Licence and be approved by ASIC. Formal engagement of the Nominee will be completed before the closing date of the Rights Issue and the Foreign-allocated Shares will be issued to the Nominee in conjunction with the issue of shares under the Rights Issue. The terms of engagement of the Nominee will require the Nominee to proceed with the sale of the Foreign-allocated Shares within 30 days of the closing date of the Rights Issue and the distribution of any payment will subsequently occur in such manner as determined by the Nominee.

Please contact Mr Garry Gill on +61 7 3230 2000 if you have any queries regarding the Rights Issue or your eligibility to participate in the Rights Issue.

On behalf of the Board
John Haley
Company Secretary