



ASX Release

Thursday, 5 March 2009

TRANSIT HOLDINGS LTD

Level 2, 16 Altona Street
West Perth WA 6005

Tel: +61 8 9482 0515

Fax: +61 8 9482 0505

Contact:

RICHARD MONTI

Executive Director

rmonti@transitholdings.com.au

MORGAN BARRON

Company Secretary

mbarron@transitholdings.com.au

E-MAIL:

admin@transitholdings.com.au

WEBSITE:

www.transitholdings.com.au

Directors:

Ananda Kathiravelu (Chairman)

Richard Monti (Executive)

John Ceccon (Non – Executive)

Andrew Parker (Non – Executive)

Issued Capital:

31,625,000 Ordinary Shares

10,666,666 Listed Options

4,250,000 Unlisted Options

ASX Code:

TRH (Fully paid Ordinary Shares)

THRO (25c Options exp 31/12/09)

VAST EXPLORATION TARGET DEFINED FOR PARADOX BASIN POTASH PROJECT

- Exploration Target of 2.5 to 3.8 billion tonnes of potash ore at 12 to 18% K₂O
- Potash mineralisation at depths beneficial for solution mining
- Transit to fast track grant of Prospecting Permit applications

Transit Holdings Ltd ("Transit" or the "Company") is pleased to announce an initial JORC code compliant Exploration Target on the Paradox Basin Potash Project.

Transit's Paradox Basin Potash Project comprises potash mineralisation in two beds of interest, Potash 13 and Potash 18, ranging in depth from approximately 1,000 to 2,000 meters below the surface.

The Exploration Target range for Potash 13 is 0.9 to 1.3 billion tonnes of sylvinitic (KCl-rich potash ore) at an average grade of 10 to 15% K₂O.

The Exploration Target range for Potash 18 is 1.6 to 2.5 billion tonnes of sylvinitic at an average grade of 13% to 19% K₂O.

This amounts to an overall Exploration Target range for the two Potash beds of 2.5 to 3.8 billion tonnes of sylvinitic at an average grade of 12 to 18% K₂O.

The Exploration Target assumes a grade-thickness cutoff of 20% K₂O-m (grade by thickness), below which mineralisation is excluded from the estimate. The Exploration Target is conceptual in nature and there has been insufficient exploration to define a Mineral Resource, and it is uncertain if further exploration will result in the determination of a Mineral Resource under the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, the JORC Code (2004). The Exploration Target is not being reported as part of any Mineral Resource or Ore Reserve.

The basis for the Exploration Target range is a contemporary geologic block model developed from historical geophysical data from 25 oil and gas exploration holes publicly available through the State of Utah Department of Natural Resources, Oil,

Gas, and Mining and published results of core testing from one scientific drill hole. The Exploration Target relies on the professional interpretation of grade, thickness, and bed correlations from geophysical logs. Where K₂O grade is reported, it relates to values calculated from natural gamma data derived from radiometrically logged drill holes.

The validity and accuracy of the historical geophysical data have not been verified per JORC standards. The majority of geophysical logs were completed by recognisable and reputable contractors to a technical standard compatible with modern exploration. The historical data are expected to be valid and reliable for the purpose of Exploration Target definition.

The Exploration Target was estimated by Agapito Associates Inc (www.agapito.com) who have extensive experience in potash projects. Agapito has completed studies on a number of major potash projects including feasibility plans for solution mining Vale's Potassio Rio Colorado potash deposits in Mendoza Province, Argentina.

The Potash sector continues to perform well as evidenced by continuing high prices and the recent spate of corporate activity globally. Recently Rio Tinto sold its potash interests to Vale for cash consideration totaling US\$850million. In addition BHP Billiton acquired Anglo Potash Ltd (TSXV:AGP) for C\$284 million. As recently as February this year Soros Fund Management LLC invested US\$200million to increase its holding in Potash Corp (TSX/NYSE:POT) the world's largest potash producer.

This week Transit obtained shareholder approval for the acquisition of 100% of Citadel Potash Pty Ltd which has the right to earn a 75% interest in the Paradox Basin Potash Project. The acquisition of the Project is now unconditional and will be completed in the coming weeks.

Transit intends to fast track the grant of the Prospecting Permit Applications covering the Paradox Basin Potash Project as well as advancing other aspects of the project.

The information set out above that relates to Exploration Results is based on information prepared by Dr Michael P. Hardy, who is a Senior Consultant with Agapito Associates, Inc. Mr. Hardy is a Registered Member of The Society of Mining, Metallurgy, and Exploration (SME), a Recognised Overseas Professional Organisation and is employed by Agapito associates Inc who is a consultant to the Company. Mr Hardy has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves." Mr Hardy consents to the inclusion in this ASX Release of the matters based on his information in the form and context in which it appears in the Exploration Target estimate report.

For more information please contact:

Transit Holdings Ltd

Tel: +618 9482 0515

Fax: +618 9482 0505

RICHARD MONTI

Executive Director

rmonti@transitholdings.com.au

ANANDA KATHIRAVELU

Chairman

ananda@armadacapital.com.au