

ASX ANNOUNCEMENT**ASX CODE: MMX**

8 February 2010

LITIGATION UPDATE

Murchison Metals Ltd (Murchison) advises that closing oral submissions in the Federal Court hearing of the claim by Chameleon Mining against Murchison, Crosslands Resources Ltd and other respondents, were completed on 5 February 2010. Justice Jacobsen has reserved his decision.

The parties will file final written submissions within the next couple of weeks. In addition, the parties must seek to agree a process for the resolution of a number of outstanding issues although this process is not expected to delay Justice Jacobsen's decision.

Murchison Executive Chairman, Paul Kopejtka, said that Murchison is pleased that the matter is moving towards a conclusion and that Murchison is looking forward to a successful outcome.

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