

Phoenix Copper Limited
ABN 67 127 446 271

Level 1, 135 Fullarton Road
Rose Park, SA 5067

Australia

Telephone +61 (0)8 8364 3188

Facsimile +61 (0)8 8364 4288

info@phoenixcopper.com.au

www.phoenixcopper.com.au



ASX ANNOUNCEMENT, 23 JULY 2010

COMPLETION OF LCCM ACQUISITION

Phoenix Copper is very pleased to announce that it completed the acquisition of all of the shares in Leigh Creek Copper Mine Pty Ltd (LCCM) today.

Managing Director Paul Dowd says this acquisition is the most significant development in Phoenix Copper's short history. **The purchase of LCCM will transform Phoenix Copper from a junior exploration company to a modest copper producer over the next couple of months.** It enables Phoenix Copper to execute, ahead of schedule, its vision to become a self-funded, near-surface non-sulphide copper miner with a pipeline of projects at varying stages of exploration and development.

On the basis of previously announced assumptions and having regard only to LCCM's Mountain of Light project, Phoenix Copper has assessed the acquisition of LCCM as having an internal rate of return of **greater than 400 per cent before tax**, with LCCM also having available to it other projects with production potential and significant tax losses to offset project tax liabilities once the Mountain of Light project attains projected profits.

Phoenix Copper is pleased to announce that today it also completed the placement of 11,875,000 shares to Long Fortune Limited raising \$1,900,000. On Friday 30 July Phoenix Copper will also complete a placement of 2,000,000 shares to three investors raising \$320,000 and the issue of 6,250,000 shares and 1,250,000 options to various creditors of LCCM in return for a discharge of LCCM's indebtedness to them. Details of these transactions have previously been announced.

For further information contact:

Mr Paul J Dowd
Managing Director
Phone +61 8 8364 3188