



Manager of Company Announcements
ASX Limited
Level 5, Riverside Centre
123 Eagle Street
Brisbane QLD 4000

(ASX: SAY)

28th May 2010

Dear Sirs

Amended and Restated Option Agreement – Quince Iron Ore Project

On 1st March 2010, the Company announced to ASX that it had entered into a call option with Hanwell to acquire the remaining 90% interest in the Quince Project from Hanwell (“the Option Agreement”), giving the Company 100% ownership of the Quince Project to complement the Company’s interests in the Putu and Maullin Projects. The original Option Agreement was subsequently amended and restated on 21st May 2010.

The key terms of the Option Agreement are as follows:

1. The Company agrees to exercise the call option immediately upon receipt of the approval of its Shareholders.
2. The consideration for the exercise of the call option to acquire the remaining 90% of the Quince Project is as follows:
 - the payment of US\$6,800,000 to Hanwell, such amount to be deferred for up to 18 months. Interest shall be payable on the deferred amount at the rate of 12% per annum; and
 - the grant of a perpetual royalty to Hanwell of 0.75% on the FOB value of all mineral resources sold and sourced from the Quince Project;
3. The Company may pay all or any of the deferred consideration at any time during the 18 month period; and
4. The exchange rate for the conversion of US\$ to Australian Dollars is fixed at US\$0.82 for each Australian Dollar.

Yours faithfully

Kenneth Lee
Acting CEO