



## ASX Release

Thursday 28 January 2010

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**Directors:**  
Ananda Kathiravelu (Chairman)  
Richard Monti (Executive)  
John Ceccon (Non – Executive)

**Issued Capital:**  
44,991,224 Ordinary Shares  
1,000 Class A Converting Shares  
2,000 Class B Converting Shares  
3,000 Class C Converting Shares  
3,000,000 Unlisted Options

**ASX Code:**  
TRH (Fully Paid Ordinary Shares)

## FURTHER POTASH LEASE ACQUISITIONS

### Highlights

- **Successful acquisition of 36km<sup>2</sup> of State potash Mineral Leases**
- **Consolidates land position of Paradox Basin Potash Project in Utah**
- **Acquisition expected to expedite exploration plans in 2010**

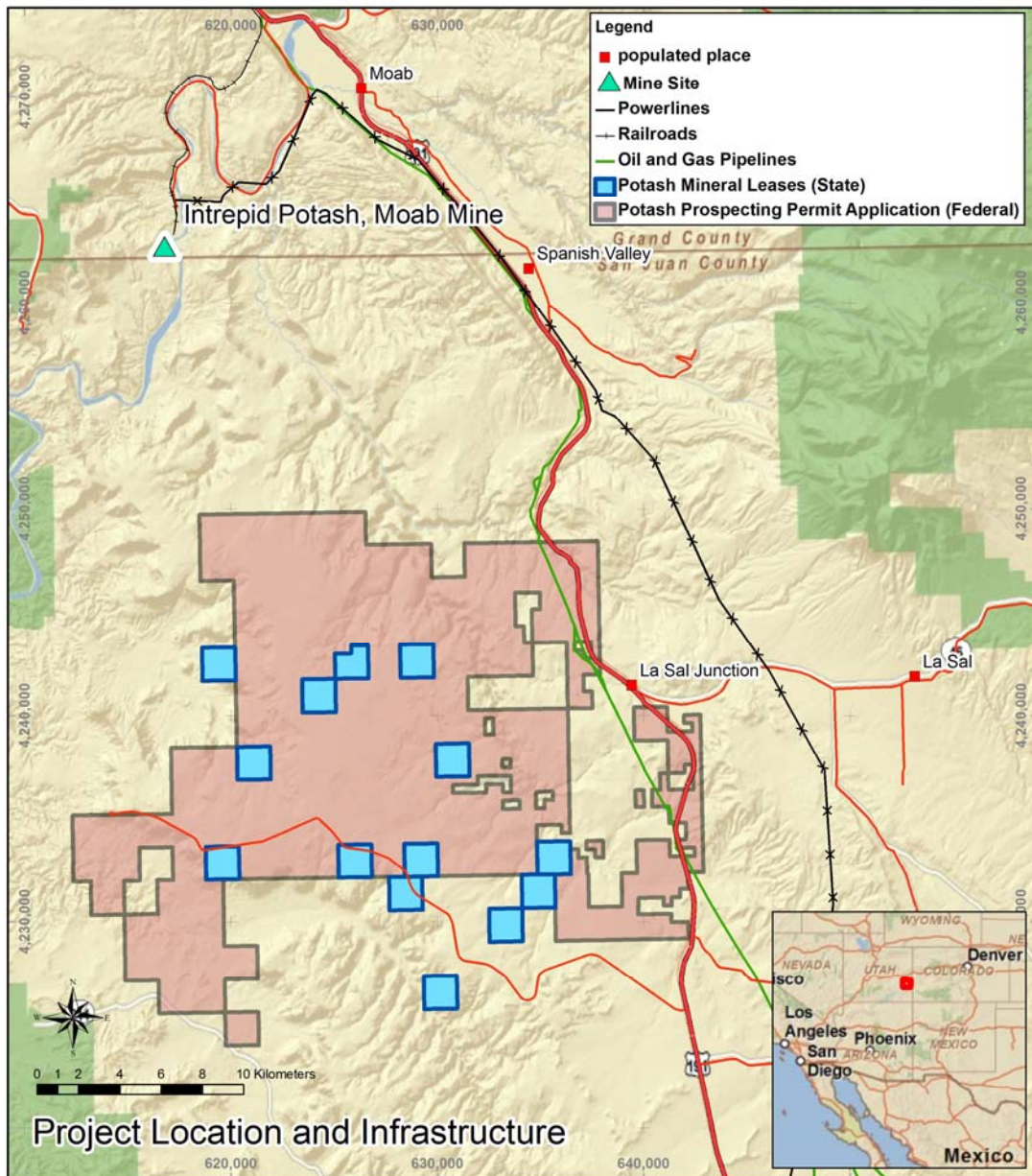
Transit Holdings Limited ("Transit" or the "Company") is pleased to announce that its 75% owned joint venture company K<sub>2</sub>O Utah LLC has been advised by the State of Utah School and Institutional Trust Lands Administration ("SITLA") that it was the successful bidder on 36km<sup>2</sup> of Potash Mineral Leases in the recent January 2010 competitive lease offering.

The acquisition of these State Mineral Leases consolidates the land position of the Paradox Basin Potash Project in south eastern Utah ("Project") as shown on the attached plan.

The Project now comprises a total land position of about 390Km<sup>2</sup> in San Juan County, Utah prospective for potash located close to key local infrastructure.

Transit believes this acquisition is highly significant as it should allow the joint venture to expedite the exploration programme planned during 2010. The approval process for exploration on State Mineral Leases is expected to be such that the joint venture will be in a position to drill earlier than previously expected. A permitting plan is currently being put together by the Company in conjunction with its American environmental consultants.

The State potash mineral leases acquired are ideally located within the key target areas of the Project and surrounded by the Federal potash permit applications where the joint venture has already effectively secured rights to potash, subject to Bureau of Land Management approval of exploration and environmental plans.



The 2010 exploration programme will aim to delineate a large JORC-compliant potash resource within the higher grade and thicker part of the deposit and gain other critical information about the potash deposit as part of the Pre-Feasibility study on the Project.

Transit has already announced an exploration target of 2.5 to 3.8 billion tonnes of potash ore at 20% to 30% KCl on the Project prepared by independent consultants Agapito Associates Inc. The Exploration Target assumes a grade-thickness cutoff of 20% K<sub>2</sub>O-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 Project is located approximately 15 kilometres south of Intrepid Potash's (NYSE: IPI) Cane Creek potash mine near Moab in Utah.

Following the exercise of options that expired at the end of 2009, Transit has approximately \$~5 million in cash available to fund the Pre-Feasibility study on the Project.

Transit and its partner will now press ahead with the signing of the necessary Mineral Lease agreements with SITLA and final exploration permitting as soon as practicable.

The announcement of the acquisition of the State Mineral Leases from SITLA follows soon after the completion of a successful Scoping Study on the Project which demonstrated the robust economics of the Project and confirmed Transit's view that the Project has the potential to become a high quality, long-life potash solution mine.

In particular, the Scoping Study highlighted the Project as a new independent potash development that is extremely well placed to service the import-reliant US market whilst at the same time being internationally competitive into the international potash market.

For more information please contact:

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*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."*