



ASX Release

April 26th, 2010

TRANSIT HOLDINGS LTD
Suite 2, 12 Parliament Place
West Perth WA 6005
Tel: +61 8 9482 0515
Fax: +61 8 9482 0505

Contact:

HUGH CALLAGHAN
Chief Executive Officer
hcallaghan@transitholdings.com.au

MORGAN BARRON
Company Secretary
mbarron@transitholdings.com.au

E-MAIL:
info@transitholdings.com.au

WEBSITE:
www.transitholdings.com.au

Directors:
Ananda Kathiravelu - Chairman
Richard Monti
John Ceccon

Issued Capital:
45,381,224 Ordinary Shares
1,000 Class A Converting Shares
2,000 Class B Converting Shares
3,000 Class C Converting Shares
5,500,000 Unlisted Options

ASX Code:
TRH

EXPLORATION TARGET - UPDATE

Highlights

- ❖ Exploration target updated by independent consultants
- ❖ Exploration target for Potash 18 bed of 2.3 billion tonnes sylvinitic ore at 32.8% KCl (20.7% K₂O)
- ❖ Exploration Target contains a higher grade than previous estimates
- ❖ Includes analysis of data on both State and Federal lands – total of 386km²

Commentary

The board of Transit Holdings Ltd ("Transit") is pleased to update the exploration target for the Paradox Basin Potash project for which Transit recently completed earning a 75% equity position. Transit will, for an additional US\$1.4m expenditure, raise this equity position to 90%.

EXPLORATION TARGET UPGRADED

The exploration target for the project has been reviewed by independent consultants (Agapito Associates) after the completion of a comprehensive review of all known data on the project, accumulated from a database of drilling in the leases by gas exploration companies. Diagram 1 shows the location of completed holes with geophysical logs sufficient to define an exploration target. This will be tested by further drilling after permitting is completed.

The exploration target that has been developed is 2.3 billion tonnes of sylvinitic ore at an average grade of **32.8% KCl (20.7% K₂O)**, which is highly encouraging of economic potential.

The revised exploration target suggests a significantly higher grade of mineralization than previously estimated, and a better defined model of potash bed thickness and grade distribution. This modeling and analysis is invaluable to developing the exploration concept.

Exploration Update

Areas hosting thicker and higher grade potash beds have been recognised within the Exploration Target and future exploration will focus on these areas. The exploration target models expected parameters including extraction ratios, plant efficiency, brine losses and net recoveries. The Exploration target confirms the potential size, and long life of the project.

Potash 18 Exploration Target

Detail	Potash 18 Lower Bed	Potash 18 Upper Bed	Combined Areas
Bed Ave Thickness (m)	4.01	4.07	
K ₂ O Average Grade	19.6%	21.0%	20.7%
KCl Average Grade	31.1%	33.3%	32.8%
In Place Sylvinites (tonnes)	583m	1,704m	2,287m
In place K ₂ O (tonnes)	115m	358m	473m
Annual K60 Production (tonnes)	2.0m	2.0m	
Equivalent Well Field Life (years)	19.3	59.1	78.4

The Exploration Target assumes a grade-thickness cutoff of 20% K₂O per metre (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.

Exploration Target and Scoping Study – A Foundation for Future Progress

A Scoping Study ("Study") conducted by Promet Engineers, a Perth based engineering company, has been completed on the Project with the results announced on 10 December 2009.

The Study confirmed the potentially robust financial parameters of a conceptual 2 million tonnes per annum¹ potash solution mine delivering independent potash supply to the international potash market leveraging off the Project's close proximity to key infrastructure.

The Study's financial model indicates that the Project has significant potential value on a net present value basis and potentially has an attractive internal rate of return. Because the project does not currently contain a JORC code compliant mineral resource Transit is unable to release the full results of the financial modeling.

The Study mine plan only covers 12% of the overall project area. ProMet based their Study model on estimated capital and operating costs based on the above parameters and future potash prices as projected by British Sulphur Consultants (part of the CRU Group, United Kingdom).

¹ This is not a production forecast by the Company but an assumption used in the Scoping Study. It is uncertain if further exploration will result in sufficient resources being outlined within the Project to meet the assumptions used in the Scoping Study

Annual Potash Production Assumption ¹	2 million tonnes per annum of KCl ¹
Initial Mine Life	25 years
Projected Potash Price	US\$500-US\$700/tonne KCl FOB
Estimated Capital Cost	US\$2.4 billion
Estimated Operating Cost	US\$144/tonne KCl
Sustaining Capital Cost	US\$39/tonne KCl

Subject to successful exploration and permit approvals, Transit believes the Study confirms that the Project has the potential to become a world-class potash mining operation.

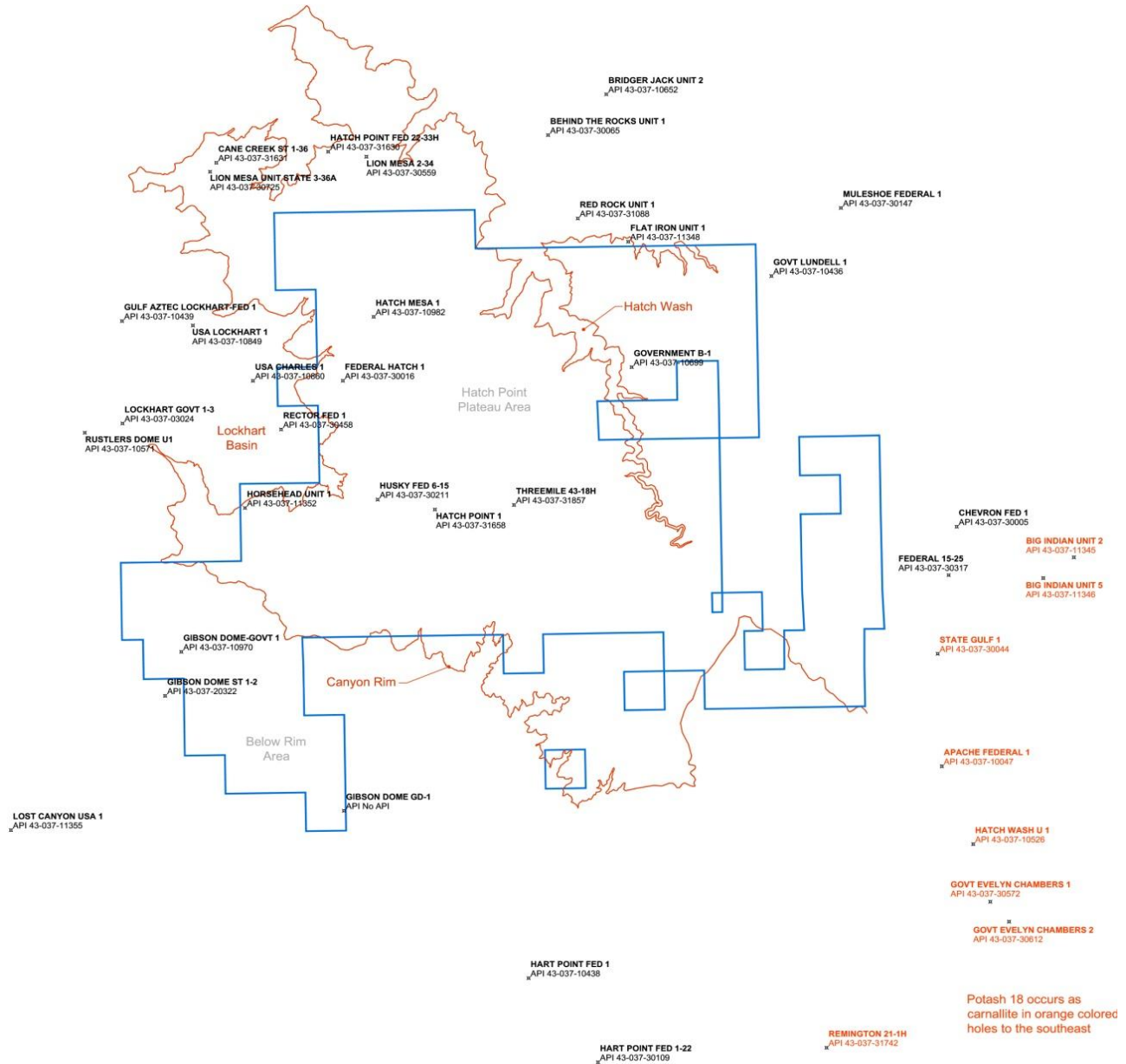
The average depth of the potash beds, at down to 1800 metres below surface, is not unusual for solution mining. Several operations and projects, most notably the world class Belle Plaine mine in Saskatchewan, produce successfully at these levels.

Drilling to Date – a large database of information

Transit has acquired a significant database of drilling information from gas drilling in the area, which is supported by seismic studies acquired from gas companies. 8 completed holes with geophysical logs are located on Transit property.

<p>This section has been left blank intentionally</p>

Diagram - Wells with Geophysical Logs used in Exploration Target Estimate

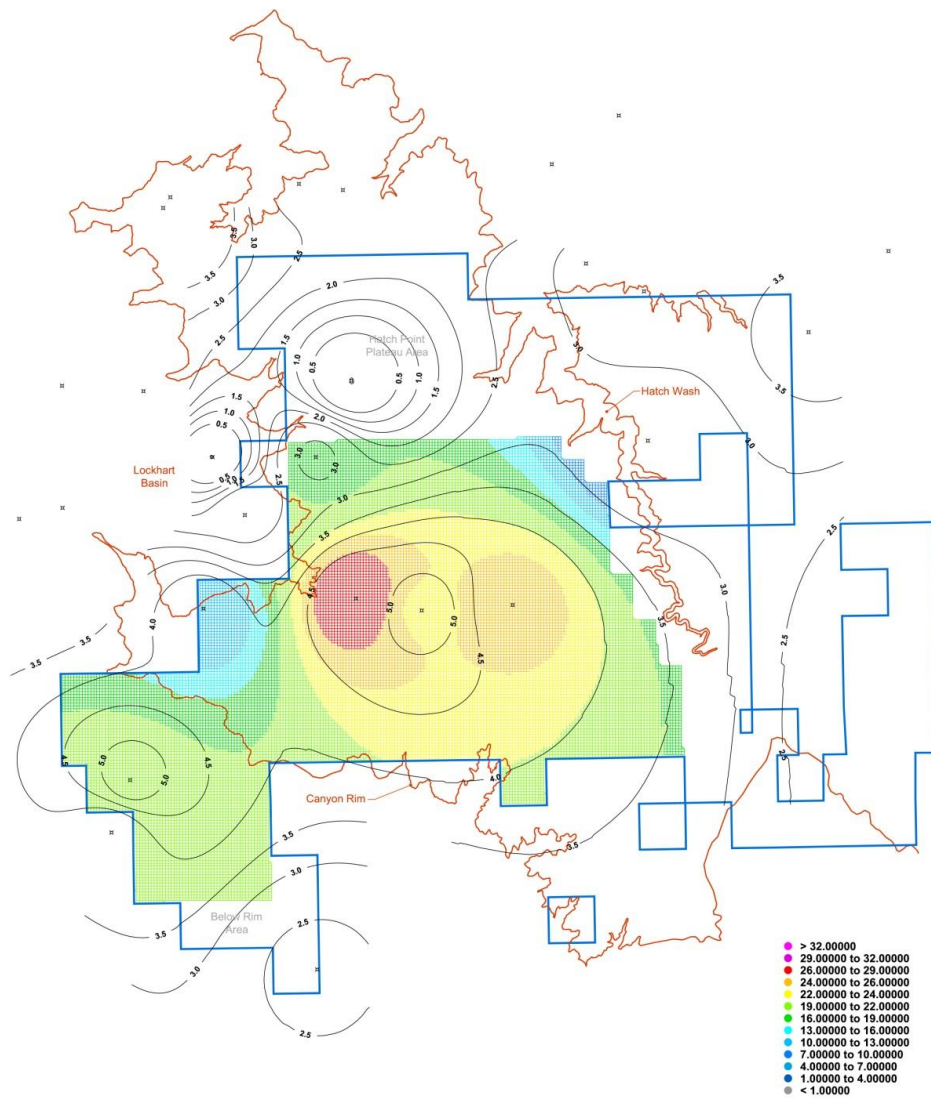


The significance of this database of drilling information lies not only in the guidance it offers Transit, but also in a considerable saving in costs and time to advance to a JORC compliant resource over the project.

Potash 18 – Upper Bed

Potash 18 Upper Bed is the key target for exploration and initial development at the Paradox Basin Project. It demonstrates far wider prevalence over the area of the project, at elevated grades and pronounced potash bed thicknesses.

Diagram – Potash 18 Upper Bed Grade Blocks(% K₂O) and bed thickness Isopachs



Key intercepts in the Potash 18 Upper Bed include:-

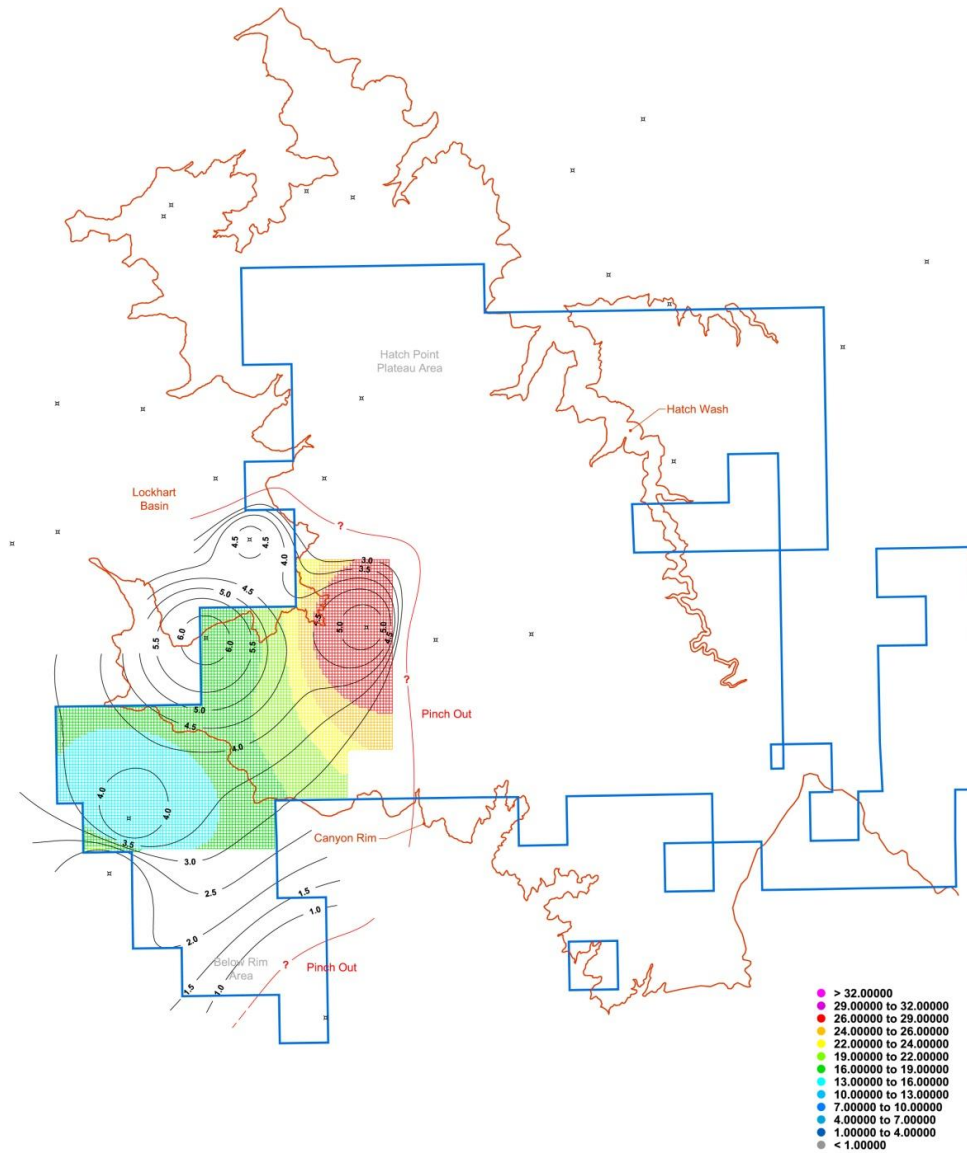
Hole	Seam Thickness(m)	Grade K ₂ O
Federal Hatch 1	3.0	17.9%
Gibson Dome Govt 1	5.2	19.8%
Hatch Point 1	5.2	23.8%
Husky Fed 6-15	4.9	28.0%
Threemile 43-18H	4.3	24.0%

This section has been left blank
intentionally

Potash 18 – Lower Bed

Potash 18 Lower Bed, while generally less thick and a lower priority than the Upper bed, nevertheless demonstrate a pleasing coincidence of bed thickness and high grade drilling intercepts. The potash 18 lower bed lies on average, 10.5 metres below the potash 18 upper bed. The scoping study suggested the two beds could be exploited simultaneously in certain areas, with little additional cost.

Diagram – Potash 18 Lower Bed Grade Blocks (%K₂O) and Isopach Bed Thicknesses



Key intercepts in the Potash 18 Lower Bed on Transit property include

Hole	Seam Thickness (m)	Grade K ₂ O
Horsehead Unit 1	6.1	17.5%
Husky Fed 6-15	5.2	28.0%

Permitting of Drilling Holes

The permitting strategy is being finalised and the permitting process will commence in earnest in the June quarter of 2010. Following Transit's completion of its earn-in to a 75% equity holding in the US-based joint venture vehicle, K₂0 LLC, Transit is taking a lead role in driving the permitting process, and moving to a drilling campaign which will develop a JORC compliant resource.

A handwritten signature in black ink, appearing to read 'H. Callaghan', with a long horizontal stroke extending to the right.

Hugh Callaghan
Chief Executive Officer
26th April 2010

The information set out above that relates to exploration results, mineral resources or ore reserves is based on information prepared by Dr Michael P. Hardy, who is Principal 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.