

24 March 2011

MINERALOGY SHARE SUBSCRIPTION AGREEMENT

Australasian Resources Ltd (Australasian or ASX: ARH) is pleased to announce that the Company has executed a Share Subscription Agreement with Mineralogy Pty Ltd (a company controlled by Professor Clive Palmer) to provide Australasian with an additional \$2 million in capital and to repay the principal on the existing \$3 million loan already provided by Mineralogy Pty Ltd. The issue of shares is at an issue price of \$0.305 and is subject to shareholder approval of which a meeting of shareholders is anticipated to be held in May 2011.

The funds from this raising will allow Australasian to continue to progress discussions with the various parties that have shown interest in investing in the Company's Balmoral South Iron Ore Project.

The share subscription agreement highlights the ongoing support of the Company by its major shareholder, Professor Palmer and his belief and confidence in the value of the Company's major asset, the Balmoral South Iron Ore Project.



Dio Wang
Chief Executive Officer

ASX Code: ARH

Company overview

Australasian Resources is a significant iron ore company currently developing the world-class Balmoral South Iron Ore Project in the Pilbara region of Western Australia.

Fast Facts

ASX Code: ARH
Shares on Issue: 442M

Board of Directors

Mr Domenic Martino Chairman
Mr Vimal Sharma Director
Mr Paul Piercy Director
Mr Grant Ryan Company Secretary

Major Shareholding

Professor Clive Palmer	66.37%
Timefull Investments (Shougang Concord)	6.33%
Mount Sun Investments Ltd (APAC Resources)	4.74%
Australian Minerals (Hong Kong) Holding Ltd	3.49%

Balmoral Project Highlights

- Right to mine 1 billion tonnes of magnetite iron ore;
- Feasibility Study Completed;
- Federal Ministerial Approval;
- State Ministerial Approval.

Media contact

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