



Mineral Commodities Ltd

ABN 39 008 478 653

Suite 27 / 133 Kewdale Road
Kewdale, Western Australia 6105
PO Box 235, Welshpool DC 6986
Telephone: 61 8 9353 4890
Facsimile: 61 8 9353 4894
Email: info@mncom.com.au
Web: www.mncom.com.au

13 June 2011

Company Announcements Platform
Australian Stock Exchange Limited

ENVIRONMENTAL MANAGEMENT PLAN APPROVAL AT TORMIN MINERAL SANDS PROJECT

Mineral Commodities Limited (MRC) is pleased to advise that its subsidiary, Mineral Sands Resources (Pty) Ltd (MSR), received notification from the Department of Mineral Resources that the Environmental Management Programme (EMP) for its proposed mining activities at the Tormin Mineral Sands Project ("Tormin") was approved by the Regional Manager for the Western Cape.

The EMP was one of the final material impediments to the Company proceeding to undertake accelerated development activities. The Company is engaged with the relevant authorities in relation to the remaining regulatory matters and at the last stages of the engineering design. Based on the progress to date MSR is confident it will have cleared all regulatory hurdles on or before the end of the year. The Company is now proceeding to ensure appropriate financing is in place to develop the Tormin project.

Tormin is located on the west coast of South Africa, approximately 400km north of Cape Town. The predominant minerals of value are zircon and rutile which are contained in a high grade beach placer deposit north of the Oliphants River outfall.

A Definitive Feasibility Study (DFS) commissioned by MRC demonstrated that Tormin can produce an enriched non-magnetic saleable concentrate containing predominately zircon and rutile. The base case derived from the DFS provided for hydraulic mining of the beach deposits and hydraulically transferring the sand from the beach to a stockpile.

The primary spiral plant followed by a wet high intensity magnetic separation (WHIMS) circuit was designed for a nominal throughput capacity of 1.6 Mtpa producing 30,000 to 40,000 tonnes of concentrates per annum grading up to 80% zircon and 10% rutile. The tailings, totaling in excess of 1.5Mtpa, were to be subsequently hydraulically transferred back to the beach for deposition.

The results of the DFS were incorporated into a financial model developed on behalf of the Company by MSP Engineering. During the course of trade-off and optimisation studies two additional opportunities were identified. The first of these involved primary concentration on the beach.

Locating the primary gravity circuit on the beach reduces the volume of sand and tailings to be hydraulically transferred off and back to the beach with an associated reduction in operating costs, capital expenditure and the environmental impact of the project.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Peter Torre', with a long horizontal flourish extending to the right.

Peter Torre
Company Secretary
MINERAL COMMODITIES LIMITED