

16 March 2011
Fast Facts

Cap Structure	Mar 2011
Issued Shares	465Mil
Market Cap	A\$40Mil

Directors

Hamish Bohannan	Chairman
Jason Stirbinskis	Managing Dir.
Joe Totaro	Non-Exec Dir.
Andrew Ellison	Non-Exec Dir.
Tony Martin	Non-Exec Dir.

Company Highlights

- Substantial resource base
- Diversified commodities
- Aggressive exploration
- Proven management
- Project DFS complete


PRP Resource Base

- 13.9 Mt
- 910,000 oz gold
- 9.9 Moz silver
- 95,200 t copper
- 123,000 t lead
- 74,000 t zinc

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TECTONIC RESOURCES CAPITAL RAISING
Highlights

- **Change in Placement and Non-Renounceable Rights Issue Pricing**

Due to the unforeseen events in Japan which has affected the market significantly in the last few days, the Board of Tectonic Resources NL ('Tectonic' or 'The Company', ASX:TTR) has agreed to re-set the placement price as announced on the 14 March 2011 from \$0.08 per share to \$0.07 per share.

After discussions with the investors on the placement, it was agreed that the placement will proceed with the issue of 37,500,000 shares at \$0.07 per share, for gross proceeds of \$2,625,000. The placement is being managed by Triple C Consulting.

The Board has also agreed that it will offer all eligible shareholders in the Non-Renounceable Rights Issue as announced yesterday to purchase 1 new share for every 10 existing shares at \$0.07 per share instead of \$0.08 per share to raise up to approximately \$3.2m.

The funds raised from the Placement and Rights Issue will primarily be directed to progressing the Phillips River Project; exploration of the Company's substantial and highly prospective tenement portfolio in the region and sustaining the company's general activities.

Full details of the Rights Issue, including indicative timetable, will be provided in the Rights Issue prospectus which is expected to be lodged later this month.

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Managing Director
Tectonic Resources NL

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ABOUT TECTONIC

Tectonic Resources NL has highly prospective and considerable holdings in Western Australia's southern region near Revensthorpe, about 180kms from the sea port of Esperance. Tectonic has an exploration office at the Philips River Project, an 88 room camp established in Ravensthorpe and other infrastructure located at its nearby decommissioned RAV 8 mine and processing facility

Table 1: Philips River Project Reserve

Mine	Classification	Mt	Au (g/t)	Ag (g/t)	Cu (%)	Pb (%)	Zn (%)
Trilogy pit	Proved	0.3	2.2	45	0.4	0.2	0.0
Trilogy Pit	Probable	4.04	0.8	57	1.1	2.7	1.6
Trilogy U/G	Probable	0.28	1.0	26	1.3	1.9	1.8
Subtotal Trilogy Ore Reserve		4.63	0.9	55	1.1	2.5	1.5
Flag Pit	Probable	0.21	4.0	3.5	0.50		
Harbour View Pit	Probable	0.20	3.2	1.5	0.38		
Kaolin Pit	Probable	1.27	2.8	1.7	0.18		
Flag U/G	Probable	0.24	5.0	3.5	0.45		
Harbourview U/G	Probable	0.75	3.5	4.0	0.68		
Kaolin U/G	Probable	0.14	4.4	3.2	0.28		
Subtotal Kundip Ore Reserve		2.81	3.4	2.7	0.38	0.00	0.00
Subtotal Proved	Proved	0.30	2.2	45	0.35	0.15	0.01
Subtotal Probable	Probable	7.13	1.8	35	0.82	1.62	0.97
Total PRP Ore Reserve		7.44	1.8	35	0.80	1.56	0.93

Financial Analysis	
Capital cost	~\$133M
Total Revenue	~\$1.05Billion
Life of Mine (LOM)	10 years
Gross operating cost over LOM	\$589M
Cashflow before tax over LOM	\$224M
NPV (8%)	\$72.4M
IRR pretax	26%
IRR after tax and gearing	22.4%
Payback	5 years
Development time	15 months

The Company recently announced the completion of a definitive feasibility study (DFS) for the Philips River Project. The DFS only considers the ores of Trilogy and Kundip and generates a variety of products including gold dore, copper concentrates and bulk sulphide concentrates. The plant is designed such that a wide variety of ores can be processed to extract maximum value. This flexibility of feed and output is critical as it is highly likely that any subsequent gold, copper or base metal discoveries within the Company's substantial holding will be compatible with the plant.

Table 2: Key outputs from PRP

DFS announced 11/2/11

Competent Person's Statement

The information in this Ore Reserve statement that relates to Mineral Resource estimates defined as part of the June 2010 Mineral Resource are based on information compiled by Mr Bruce Armstrong, who is a Member of The Australasian Institute of Geoscientists. Mr Armstrong is a full time employee of Tectonic, and has sufficient experience which is relevant to the style of mineralisation under consideration 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'.

The information in this Ore Reserve statement that relates to Ore Reserve estimates is based on information compiled by Mr Geoff Davidson, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Davidson is a Principal Consultant and Director of Mining and Cost Engineering Pty Ltd and has sufficient relevant experience 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'.

The Competent Persons have consented to the inclusion in the report of the matters based on their information in the form and context in which it appears.

TECTONIC RESOURCES GLOBAL RESOURCE TABLE: FEB 2011						
GOLD AND COPPER RESOURCE TABLE: KUNDIP PROJECT AND OTHERS*						
CATEGORY	Mt	Au (g/t)	Ag (g/t)	Cu (%)	Pb (%)	Zn (%)
MEASURED	0.00	0.00	0.0	0.0		
INDICATED	4.39	3.41	2.5	0.4		
INFERRED	3.26	2.48	2.4	0.5		
SUB TOTAL	7.65	3.01	2.5	0.4		
BASE METAL RESOURCE TABLE: TRILOGY PROJECT**						
MEASURED	0.31	2.4	41	0.3	0.1	0.0
INDICATED	5.75	0.7	48	1.1	2.1	1.3
INFERRED	0.18	0.6	12	0.8	0.2	0.2
SUB TOTAL	6.24	0.82	47	1.0	2.0	1.2
GLOBAL RESOURCE TABLE: GRADE						
MEASURED	0.31	2.4	41.2	0.3	0.1	0.0
INDICATED	10.14	1.9	28.3	0.8	1.2	0.7
INFERRED	3.45	2.4	3.0	0.5	0.0	0.0
GRAND TOTAL	13.90	2.03	22.3	0.7	0.9	0.5
GLOBAL RESOURCE TABLE: CONTAINED METAL						
	Mt	M Oz	M Oz	t (000)	t (000)	t (000)
MEASURED	0.31	0.02	0.41	0.9	0.4	0.0
INDICATED	10.14	0.62	9.21	78.1	122.5	73.9
INFERRED	3.45	0.26	0.33	16.1	0.3	0.3
GRAND TOTAL	13.90	0.91	9.95	95.2	123.3	74.3