



ASX ANNOUNCEMENT

21 MAY 2012

ARX BROADENS ITS RELATIONSHIP WITH ANGLO AMERICAN IN INDONESIA

Arc Exploration Limited (ARX) is pleased to report that it has entered into an agreement with Anglo American in Indonesia to provide geological evaluation and exploration services.

The agreement will provide an opportunity for the ARX team to build a closer working relationship with Anglo American as well as offset ARX management and technical costs in Indonesia.

Managing Director, Mr. John Carlile commented:

"We value our existing partnership with Anglo American and look forward to the possibility of broadening this elsewhere in Indonesia. We see this agreement as an endorsement of our technical skills and ability to work effectively in Indonesia and the significant cost savings to ARX will assist in preserving capital which can be applied to other opportunities as they arise."

For further information please contact:

Andrew J. Cooke
Company Secretary

Tel: + 61 2 9419 8044

Email: andrewcooke@arx.net.au

Arc Exploration Limited
ABN 48 002 678 640
www.arceexploration.com.au

Sydney
Suite 1502, Level 15
Tower B
799 Pacific Highway
Chatswood NSW 2067
Australia

T + 61 2 9419 8044
F + 61 2 9419 8099
E info@arx.net.au

Jakarta
Perkantoran CBD/BIDEX
Blok F No. 5
Jl. Pahlawan Seribu, BSD City
Tangerang 15321
Indonesia

T + 62 21 5316 0118
F + 62 21 5316 0119