

16 August 2012

The Manager  
Market Announcements Office  
Australian Securities Exchange  
20 Bridge St  
SYDNEY NSW 2000

## ASX ANNOUNCEMENT RE WIM150

Dear Sir/Madam,

Australian Zircon NL ("the Company") refers to the announcement by Austpac Resources NL ("APG") dated 15 August 2012.

The Company has informed APG that it does not consent to the transfer of EL 4521 to Orient Zirconic Resources (Australia) Pty Ltd.

The Company also refers to its announcement to the ASX dated 10 November 2010 regarding an option held by the group from the People's Republic of China to call for a transfer to a joint venture company of the Company's WIM150 assets.

The above described option was not exercised within the prescribed time and has lapsed.

The Company also notes that, as part of the work it is conducting in respect of the Bankable Feasibility Study ("BFS") for the WIM150 project, it has received a report indicating an upgrade in the status of the previously reported WIM150 resource. The Company has recently engaged new geological and mining consultants for the remaining phases of the BFS work and has requested those consultants, as part of the ongoing verification process they will be involved in, to review the upgraded resource estimate.

Further details will be released, as appropriate, when this review is complete.

Yours faithfully,



M. Adams  
Executive Director