

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

Fairstar Resources Limited

ABN

38 115 157 689

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|----------------------------|
| 1 | +Class of +securities issued or to be issued | Ordinary shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 31,480,385 shares |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Fully paid ordinary shares |

Appendix 3B
New issue announcement

4	Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?	<p style="text-align: center;">Yes</p>						
	If the additional securities do not rank equally, please state:							
	<ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 							
5	Issue price or consideration	7,769,846 shares issued to raise \$50,000, and 23,710,539 shares issued to satisfy trade payables of \$158,691.						
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	Capital raised to be used to assist with working capital.						
7	Dates of entering +securities into uncertificated holdings or despatch of certificates	17 October 2012						
8	Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 50%;">Number</th> <th style="width: 50%;">+Class</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">1,029,150,375</td> <td>Ordinary Shares.</td> </tr> <tr> <td style="text-align: center;">278,248,677</td> <td>Options exercisable at 10 cents on or before 31 August 2014</td> </tr> </tbody> </table>	Number	+Class	1,029,150,375	Ordinary Shares.	278,248,677	Options exercisable at 10 cents on or before 31 August 2014
Number	+Class							
1,029,150,375	Ordinary Shares.							
278,248,677	Options exercisable at 10 cents on or before 31 August 2014							

	Number	+Class								
9	Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%; padding: 5px;">Nil</td> <td style="padding: 5px;">516,937 Options expired 22/9/2012</td> </tr> <tr> <td style="padding: 5px;">474,373</td> <td style="padding: 5px;">Options expiring 15/12/2012 at an exercise price of \$0.0654</td> </tr> <tr> <td style="padding: 5px;">6 Notes</td> <td style="padding: 5px;">Convertible notes maturing April 1 2013. Face value \$400,000 Ex price 10 cents.</td> </tr> <tr> <td style="padding: 5px;">1 note</td> <td style="padding: 5px;">Convertible note maturing 31 January 2013. Face value \$1,000,000 Ex price 7 cents.</td> </tr> </table>	Nil	516,937 Options expired 22/9/2012	474,373	Options expiring 15/12/2012 at an exercise price of \$0.0654	6 Notes	Convertible notes maturing April 1 2013. Face value \$400,000 Ex price 10 cents.	1 note	Convertible note maturing 31 January 2013. Face value \$1,000,000 Ex price 7 cents.
Nil	516,937 Options expired 22/9/2012									
474,373	Options expiring 15/12/2012 at an exercise price of \$0.0654									
6 Notes	Convertible notes maturing April 1 2013. Face value \$400,000 Ex price 10 cents.									
1 note	Convertible note maturing 31 January 2013. Face value \$1,000,000 Ex price 7 cents.									
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	The dividend policy of the company remains unchanged								

Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	
12	Is the issue renounceable or non-renounceable?	
13	Ratio in which the +securities will be offered	
14	+Class of +securities to which the offer relates	
15	+Record date to determine entitlements	
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	
17	Policy for deciding entitlements in relation to fractions	

Appendix 3B

New issue announcement

18	Names of countries in which the entity has ⁺ security holders who will not be sent new issue documents Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.	
19	Closing date for receipt of acceptances or renunciations	
20	Names of any underwriters	
21	Amount of any underwriting fee or commission	
22	Names of any brokers to the issue	
23	Fee or commission payable to the broker to the issue	
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of ⁺ security holders	
25	If the issue is contingent on ⁺ security holders' approval, the date of the meeting	
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	
28	Date rights trading will begin (if applicable)	
29	Date rights trading will end (if applicable)	

30	How do +security holders sell their entitlements <i>in full</i> through a broker?	
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	
32	How do +security holders dispose of their entitlements (except by sale through a broker)?	
33	+Despatch date	

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

- 34 Type of securities
(tick one)
- (a) Securities described in Part 1
- (b) All other securities-
- Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

- 35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders
- 36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
- 1 - 1,000
 - 1,001 - 5,000
 - 5,001 - 10,000
 - 10,001 - 100,000
 - 100,001 and over

Appendix 3B
New issue announcement

37 A copy of any trust deed for the additional +securities

Entities that have ticked box 34(b)

38 Number of securities for which +quotation is sought

--

39 Class of +securities for which quotation is sought

--

40 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

41 Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another security, clearly identify that other security)

	Number	+Class
42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)		

Quotation agreement

Appendix 3B
New issue announcement

22 October 2012

NOTICE UNDER SECTION 708A(5)(e) OF THE CORPORATIONS ACT 2001 (CTH)

Issuer:	Fairstar Resources Ltd
ABN:	38 115 157 689

Fairstar Resources Ltd ("Issuer") notifies ASX (as the operator of the prescribed financial market on which the securities identified below are or are to be quoted) under section 708A(5)(e) of the Corporations Act that:

1. the securities identified below were issued without disclosure under Part 6D.2 of the Corporations Act;
2. as at the date of this notice the Issuer has complied with the provisions of Chapter 2M as they apply to the Issuer and with sections 674 and 675 of the Corporations Act; and
3. as at the date of this notice there is no information which is excluded information as contained in sections 708A(7) and (8) of the Corporations Act.

DETAILS OF THE ISSUER OR OFFER OF SECURITIES	
Class of Securities:	Ordinary shares
ASX Code of the Securities:	FAS
Date of the issue of securities:	17 October 2012
Total number of securities issued:	31,480,385 shares

Signed for and on behalf of the Issuer:

Alan Thomas

Alan Thomas
Company Secretary