

magnetic resources^{NL}

2nd Floor
16 Ord Street
West Perth WA 6005

PO Box 1388
West Perth WA 6872

Phone: (08) 9226 1777
Fax: (08) 9485 2840

email: info@magres.com
www.magres.com.au

abn: 34 121 370 232



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22 October 2012

Company Announcements Office
Australian Securities Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

Re: TUNGSTEN MINING NL – Priority Closing Date – 7 November 2012

Magnetic Resources NL (“**Magnetic**”) has entered into an agreement with Tungsten Mining NL (“**Tungsten**”) relating to information possessed by Magnetic on the Lake Seabrook area. It was further agreed that Magnetic will retain the rights to precious metals on tenements that Tungsten applied for in the Lake Seabrook area. The consideration is the issue of 500,000 shares in Tungsten representing approximately 0.53% of the issued capital of Tungsten.

It is intended that Tungsten will be listed in November 2012 with the code TGN following the issue of an initial public offering prospectus to raise \$5,000,000, with over subscriptions to \$8,000,000.

Tungsten will offer a priority entitlement of 5,000,000 shares to Magnetic Resources NL shareholders. Magnetic proffers no advice, opinion or recommendation as to the merits of participating in the offer.

Tungsten has advised that its primary objective is to determine the feasibility of exploiting a tungsten deposit present on mining lease ML08/0314 over which it holds rights in the Ashburton region of WA. Further, Tungsten has advised that its view, based on the results of earlier exploration activities and metallurgical investigations carried out in the 1970s and 80s, is that there is every indication that a high-grade tungsten mine could be developed on ML08/0314 with an accelerated development program.

According to advice from Tungsten, China dominates the world supply of tungsten, and there have been no significant new tungsten mines developed outside China since 2008 to meet the expected demand growth of 6%p.a., creating for Tungsten the opportunity to become a significant producer of the metal during a period of strong demand and rising prices, and, from a self-funding base, to investigate the other projects in its extensive project pipeline, including the Lake Seabrook tenements.

Full details concerning the Priority Application form as well as the prospectus can be found on the Tungsten website www.tungstenmining.com. Shareholders wishing further information can call Tungsten on 08 9477 3031 or email info@tungstenmining.com

Those interested are invited to attend a presentation on Tungsten given by the Managing Director, Mr Paul Berndt, on Tuesday the 30th of October 2012 at 10:00am at the following venue:

**Level 8, Conference Room
Exchange Plaza
2 The Esplanade
Perth WA**

The closing date for Magnetic Resources NL shareholders to take advantage of the priority offer is 7 November 2012.

George Sakalidis
Managing Director