

ASX ANNOUNCEMENT

ASX Code: MMX

18 October 2012

CLAIM BY O’SULLIVAN PARTNERS (ADVISORY) PTY LTD

In July 2012 Murchison Metals Ltd (“Murchison”) announced that it had received a claim from O’Sullivan Partners (Advisory) Pty Ltd (“OP”) for \$5,077,162 being fees that OP claimed were payable pursuant to a letter of engagement between OP and Murchison for the provision of advisory services.

OP provided advisory services to Murchison in connection with the strategic review undertaken by Murchison which resulted in the sale of Murchison’s interests in Crosslands Resources Ltd and the Oakajee Port and Rail joint ventures to Mitsubishi Development Pty Ltd in February 2012.

The dispute was referred to a binding determination process for final resolution, which has now been completed. The expert ruled today that OP is not entitled to any further fees for work done under the letter of engagement. It is however entitled under the letter to retainer fees and administrative charges totalling \$35,862 and to the further sum of \$1.75 million plus interest from 20 February 2012 plus GST, by way of a quantum meruit claim.

For further information, please contact:

Greg Martin
Managing Director
Murchison Metals Ltd
+61 8 9492 2600