

Unit 3, 136 Main Street, Osborne Park WA 6017 PO Box 1520, Osborne Park WA 6916

Phone: 08 9242 5111 Fax: 08 9242 5677

Email: admin@fairstarresources.com Web: www.fairstarresources.com

A.B.N. 38 115 157 689

14 June 2013

The Manager Australian Securities Exchange 2 The Esplanade PERTH WA 6000

We refer to our announcement of 5<sup>th</sup> June and wish to advise the market that the statement made referring to the financial valuation of the in ground resource estimate was aspirational. Statements implying economic viability require a reasonable basis; otherwise they are taken to be misleading to shareholders. As the Company is concerned that investors may attribute this statement as proving the Steeple Hill Iron Project's economic viability, it retracts those statements of economic viability and production and cautions investors against using those statements as a basis for investment decisions about shares in the Company.

ENDS: