

PERTH

Level 26 BankWest Tower
108 St George's Terrace
Perth WA 6000 Australia
GPO Box 2537 Perth WA 6001
phone +61 8 9214 1444
fax +61 8 9214 1400
email fhperth@perth.fh.com.au
www.ferrierhodgson.com

MBJ:MF:SG
S Gauci

22 August 2011

**COMPASS RESOURCES LIMITED ACN 010 536 820 ("CMR")
(SUBJECT TO DEED OF COMPANY ARRANGEMENT)
(RECEIVERS AND MANAGERS APPOINTED)
(Formerly Compass Resources NL)
SHAREHOLDER MEETING UPDATE
ASX Listing Rule 3.13.2**

ADELAIDE
BRISBANE
MELBOURNE
SYDNEY
HONG KONG
JAKARTA
KUALA LUMPUR
MANILA
MUMBAI
SHANGHAI
SINGAPORE
TOKYO

We refer to the proposal to reconstruct CMR put forward by major CMR creditor, YA Global (YA), as contained in a Notice to Shareholders dated 19 July 2011.

Affiliated through
Zolfo Cooper
and
Kroll Worldwide
UNITED STATES
UNITED KINGDOM

Outcome of the General Meeting

At the General Meeting of shareholders held on 18 August 2011, all resolutions were considered on the basis of a poll, the outcome of which was each resolution being declared carried. The detailed results of the vote for each resolution was as follows:

Item	Resolution 1: Issue of New Shares to YA Global	Resolution 2: Approval of Issue of shares to CHGL	Resolution 3: Approval Security	Resolution 4: Approval of agreement to issue Shares under HNC bond	Resolution 5: Appointment of Auditor
For					
Shareholdings					
- Number	51,910,576	51,616,088	51,921,639	51,762,421	54,390,059
- Percentage	97.65%	97.22%	97.64%	97.39%	98.56%
Against					
Shareholdings					
- Number	1,250,881	1,477,581	1,253,500	1,385,431	794,883
- Percentage	2.35%	2.78%	2.36%	2.61%	1.44%
Total Votes Cast					
Total Votes Cast					
- Number	53,161,457	53,093,669	53,175,139	53,147,852	55,184,942
Resolution Outcome					
Outcome/Result	Carried	Carried	Carried	Carried	Carried



The Future

The Deed Administrators will work with YA over the weeks ahead with a view to the satisfaction of the remaining conditions precedent to completion of the DOCA and to the recapitalisation of CMR.

We will revert to the market with further details in relation to CMR's recapitalisation at the earliest opportunity. In the interim, we refer shareholders to the questions and answers guide and the reports available from our website:

<http://www.ferrierhodgson.com/en/Current%20Matters/Corporate%20Recovery%20Matters/Compass%20Resources%20Limited.aspx>

Yours faithfully

A handwritten signature in dark ink, appearing to read 'M. Jones', with a large, stylized loop at the end.

MARTIN JONES
Joint and Several Deed Administrator
Compass Resources Limited

