

**COMPANY ANNOUNCEMENT
(ASX: BKM)****10 May 2011****Clarification of Announcement****ORD River Diamonds Pty Ltd - Exploration Target of Pilbarra Potash Project**

Further to the announcement dated 9 May 2011 regarding the ORD River Diamonds Pty Ltd Acquisition Agreement Potash & Rare Earth (RE) Projects, we wish to clarify the following:

There has been insufficient exploration to define a Mineral Resource and that it is uncertain if further exploration will result in the determination of a Mineral Resource.

In 2010 ORD River Diamonds Pty Ltd (ORD) conducted a Reverse Circulation drilling program for 17 drill holes along four lines 400m apart with a minimum of 3 drill holes spaced 50m apart. Reported holes are vertical holes drilling into bedrock dipping between 10-20 degrees W-SW. The apparent variation in true width would be 0.9 of the drilled width. Reported drill results are based on drilled width.

Drill samples were collected at 1m intervals and logged at that scale collected into green plastic bags from a cone splitter fitted to the drill rig. Drill returns were generally 70-90% and considered adequate for a first phase of drilling.

Composite samples at 2m and 4m were collected from the RC rig cone splitter using a double riffle splitter and a specimen of sample <4kg collected for assay.

A number of selective samples were assayed by Ultratrace Laboratory, Perth using acid digest XRF and ICP methods to 1-10 ppm levels of confidence.

Internal standards by Ultratrace were used and external standards were collected in the field at 20 metre intervals and CRM magnetite controls introduced. Repeat samples were undertaken and a blank sample tested. All controls were considered to be within satisfactory tolerance levels.

The rock types drilled into were a number of sedimentary horizons commencing from surface and entering into a dolomite, then a magnetite bearing chert then a graphitic [volcanic – disseminated sulphide- shale] rock type which harbours the potassium bearing mineralisation and thence into an alkali volcanic. Sulphides persist in the graphitic shale and alkali volcanic contact with the shale. Massive sulphides exist at the shale-alkali volcanic margin. A petrology report has been used to outline the rock types drilled into.

The exploration target is selected from mapped geology, prior rock chip samples taken and first pass geology from drilling. The exploration target is based on a range for the potassium bearing graphitic shale occurring in 10 holes drilled deep enough to test the graphitic shale and alkali volcanic. The ten drill holes that drilled deeper and intersected the volcanic – disseminated sulphide- shale incurred the following sections [actual widths] – see Table 2 below: A 30m width is estimated and at 16m actual width estimated over a 1000m x 1000m area would derive a 32Mt - 48Mt exploration target at a Specific Gravity of 2.0-3.0. From table 1 of the previous announcement, it can be seen that the range of K₂O % results are from 2.16% to 10.44% with an average of 7.07%.

There has been insufficient exploration to define a Mineral Resource and that it is uncertain if further exploration will result in the determination of a Mineral Resource.

BKM Management Limited ABN 61 009 146 543

Suite 1, 1233 High Street, Armadale Victoria 3143 Australia Postal Address: PO Box 8694, Armadale Victoria 3143, Australia

Telephone: +61 3 9824 5254 Facsimile: +61 3 9822 7735

Table 2: Recorded intercepts of K bearing graphitic [disseminated sulphide] shale

Line 2:	DH 16: 42-45m,	DH 17: 40-53m	
Line 3:	DH 3: 39-74m,	DH 4: 55-88m	DH 5: 56-98m
Line 4:	DH 7: 26-66m,	DH 9: 57-104m	DH10: 86-115m
	DH11: 66-68m		
Line 5:	DH 13: 61-99m		

A native title agreement is in place with an Aboriginal Group out of Roebourne WA and a heritage survey was conducted prior to drilling allowing clearance for drilling to commence.

The acquisition may be subject to satisfaction of ASX or other regulatory approvals. Specific details of the BKM Shareholder priority in the application for IPO shares are yet to be quantified.

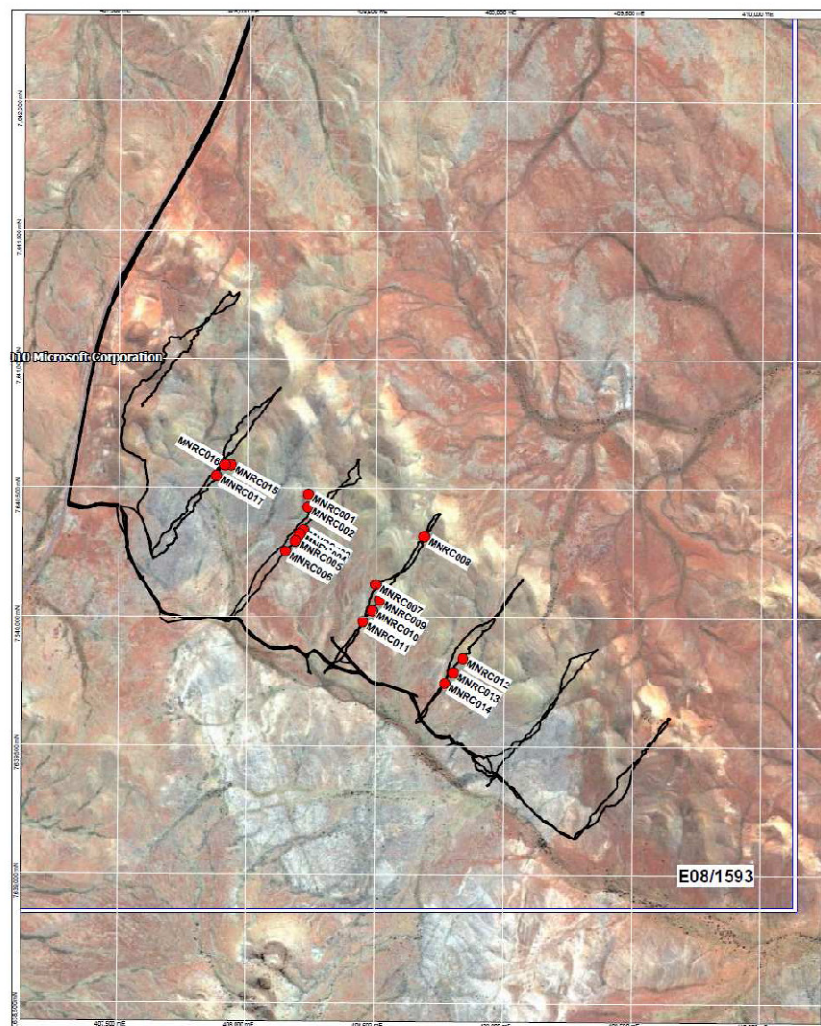


Figure 1 Drill Hole Locations ORD River Diamonds Pilbara Project

The pastoralist is Citic Group who own the Sino Iron ore deposit 40 kilometres NW and Fortescue Metals Group Limited (FMG) is a tenement applicant adjacent to and along with Mineralogy Pty Ltd.

BKM Management Limited ABN 61 009 146 543
Suite 1, 1233 High Street, Armadale Victoria 3143 Australia Postal Address: PO Box 8694, Armadale Victoria 3143, Australia
Telephone: +61 3 9824 5254 Facsimile: +61 3 9822 7735

Consideration: BKM is receiving the equity in Ord River Diamonds Pty Ltd at the time of listing of Ord River Diamonds Pty Ltd as consideration for services provided by BKM up to and during the IPO process. Ord River Diamonds Pty Ltd will be responsible to reimburse BKM management fully if the IPO occurs (capped at \$200,000); or up to 25% if BKM terminates the Investment Agreement for breach (capped at \$50,000).

For further information, please contact:

ALVIN TAN
Chairman
BKM Management Limited
alvin@bkmmanagement.com

CYRIL GEACH
Director
ORD River Diamonds Pty Ltd
M: +61 439 926 731
cyril@cyrilgeach.com

Competency Statement

The information in this announcement that relates to exploration results is based on information compiled by Ord River Diamonds Pty Ltd and is based on information provided by Mr Cyril Leslie Geach BSc (Hons-Geology) who is a member of the Australian Institute of Geoscientists. Mr Geach has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a competent person as defined in the 2004 edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Geach is a Director of Ord River Diamonds Pty Ltd and consents to the inclusion in the announcement of the matters based on his information in the form and content in which it appears.