



**CHARTER
PACIFIC**
Corporation Limited

A.B.N. 12 003 344 287

1 December 2010

Re-Release of Chairman's Address 2010

This is a re-release of yesterday's Chairman's address amended as follows;

- Paragraph 9 page 1 Sphere Minerals has been referenced to their ASX releases on 30 August 2010 and 29 November 2010;
- Slide 14 of yesterday's release has been deleted; and
- The second last slide has been referenced to Sphere Minerals ASX release on 22 October 2009

Ladies and Gentlemen,

Charter Pacific emerged a stronger group in 2010 with an improved financial performance by almost 52% on 2009's result.

Our underlying financial position remains strong, with no debt at the group level and with substantial stakes in businesses that are well positioned in growth markets.

Through active management of our portfolio, we were instrumental in the restructure and listing of FarmWorks Australia on ASX, the proposed change in business and restructure of Monterey Group, and we have secured the rights to a potentially significant iron ore opportunity in Mauritania, West Africa.

These initiatives have strengthened our platform for growth.

We have also reviewed and refined our overall investment strategy, to focus on opportunities in the mining and resources sectors, as well as agribusiness.

In particular, we believe that the appetite for commodities in the mining and resources sectors and agribusiness will continue to be driven by global demand.

Mauritania

Charter Pacific has secured an exciting iron ore opportunity in Mauritania in West Africa. We have entered into a conditional agreement to acquire two iron ore exploration projects in Mauritania.

These iron ore projects cover an area of 1,458 square kilometres and are located adjacent to tenements held by Sphere Minerals and TransAfrika Resources.

Sphere Minerals is currently subject to takeover action by Xstrata plc (ASX SPH 30 August 2010 and 29 November 2010) which values Sphere Minerals at approximately \$400 million. This activity gives an indication of the attraction of such projects and the value that the major mining companies ascribe to iron ore mining rights in this area.

Our Managing Director Kevin Dart is currently in Mauritania as part of the due diligence process in respect to the opportunity.

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Monteray

Monteray Group, which we retain a 41% holding, recently entered into a conditional share purchase agreement to acquire certain gold mining tenements in Western Australia.

With renewed market interest in gold exploration on the back of record high gold prices and exploration successes, this proposal has the potential to create significant shareholder value.

Monteray will be holding an EGM on 17 December 2010 to vote on this proposal and a change in the underlying nature of the business. We will keep you informed of progress.

FarmWorks

Charter Pacific retains an investment of around 18% in FarmWorks Australia, a specialist provider of rural services that has developed a full-service network – rural merchandise, livestock, insurance, finance and property.

Matthew Denton, a Director of FarmWorks, is here with us today and you will hear more from him on the business shortly.

Conclusion

On behalf of the Board and management, I thank you for your attendance today.

I look forward to advising you the results of the due diligence currently being conducted on the Mauritania iron ore opportunity in the near future and keeping you updated on developments with all of our investments in 2011.

BRIAN SPROD
Chairman



**CHARTER
PACIFIC**
Corporation Limited

Diversified Investment Company



Mauritanian Iron Ore Project

November 2010



Mining and Resources

Investment in Mauritanian Iron Ore Project

- Signed agreement to farm into 2 iron ore exploration permits in Mauritania
- Permits are located adjacent to Sphere Minerals ASX:SPH (recently taken over by Xstrata) and TransAfrika Resources
- \$25k paid for exclusivity period for legal and technical due diligence
- \$125k payable to secure option to acquire up to 51%
- Option can be exercised subject to:
 - \$250k Milestone 1 payment: 3 months after mobilisation of first drill rig
 - \$250k Milestone 2 payment: 6 months after mobilisation of first drill rig
 - If 500Mt JORC compliant inferred resource discovered of an avg. grade of greater than Fe 30% then total Consideration is payable.
 - Up to 75% upon payment of \$5m
 - Up to 100% - acquire remaining 25% at agreed value payable in cash or shares



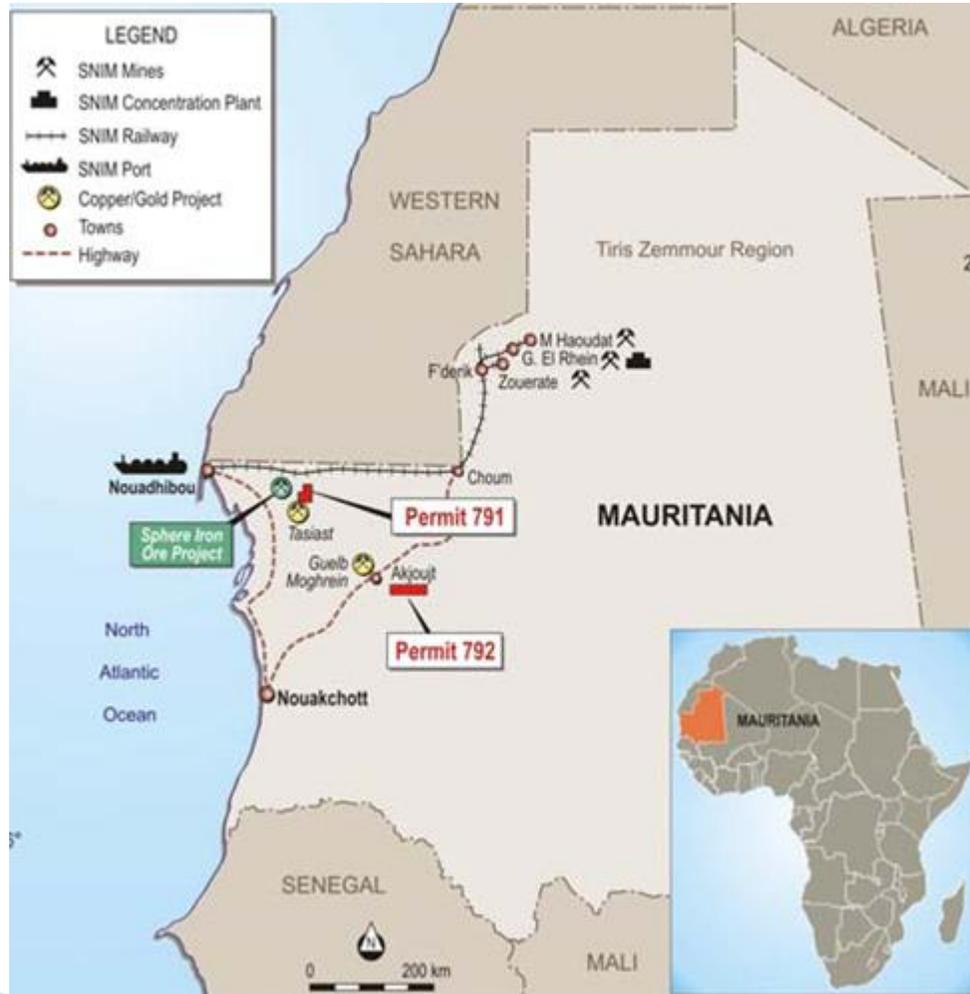
Mauritania



Mauritania and Iron ore

- Iron ore exports from Mauritania began in 1963 after European steel interests recognised the iron ore potential of the country in the 1950s
 - 1974 the Mauritanian government restructured the mining industry, SNIM formed (**Société Nationale Industrielle et Minière**), a government backed group as the national iron ore company. SNIM is currently the 7th largest iron ore exporter in the world.
 - The Mauritanian economy is heavily dependent on iron ore mining, with SNIM's operations providing approximately 12% of its GDP and 50% of its foreign earnings.
 - Mauritanian magnetites known for superior metallurgical qualities, can be developed with much lower grind sizes, lower capex , opex and energy costs than most Australian magnetites.
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Mauritania: Project Locations



- The current iron ore production is concentrated in the Tiris province in the North west of the country.
- However the Tasiast area (Lebthenia mainly) and Inchiri region are highly prospective as well
- Both projects located close to existing Fe resources

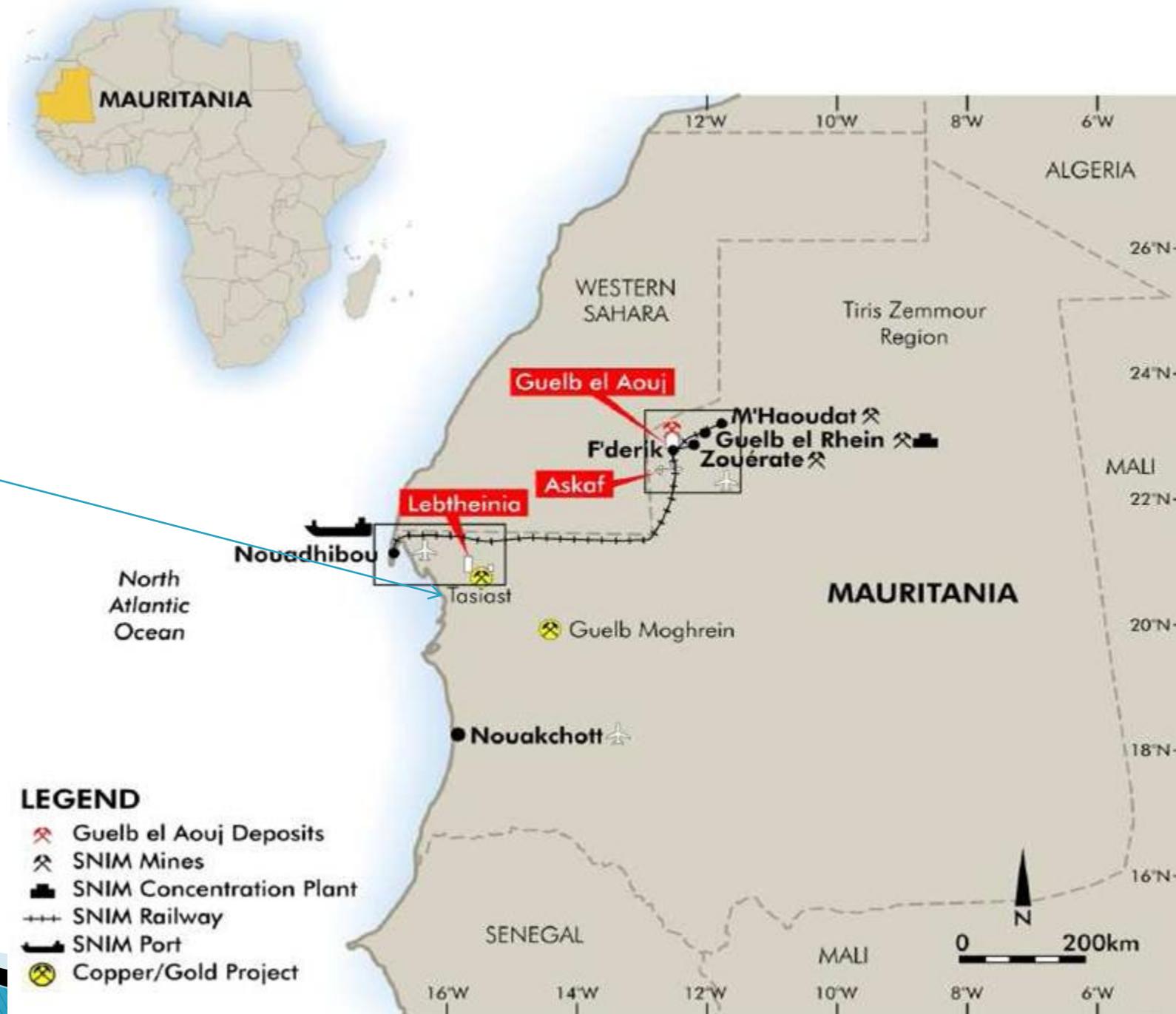
Mauritania Advantages

- High tonnage homogenous deposit
 - Near coast, railway line and deep port
 - Flexible transport & product options
 - Supported by SNIM & government
 - Capable of sustaining large production
 - Close to European markets
 - Shipping thru Suez to India or China
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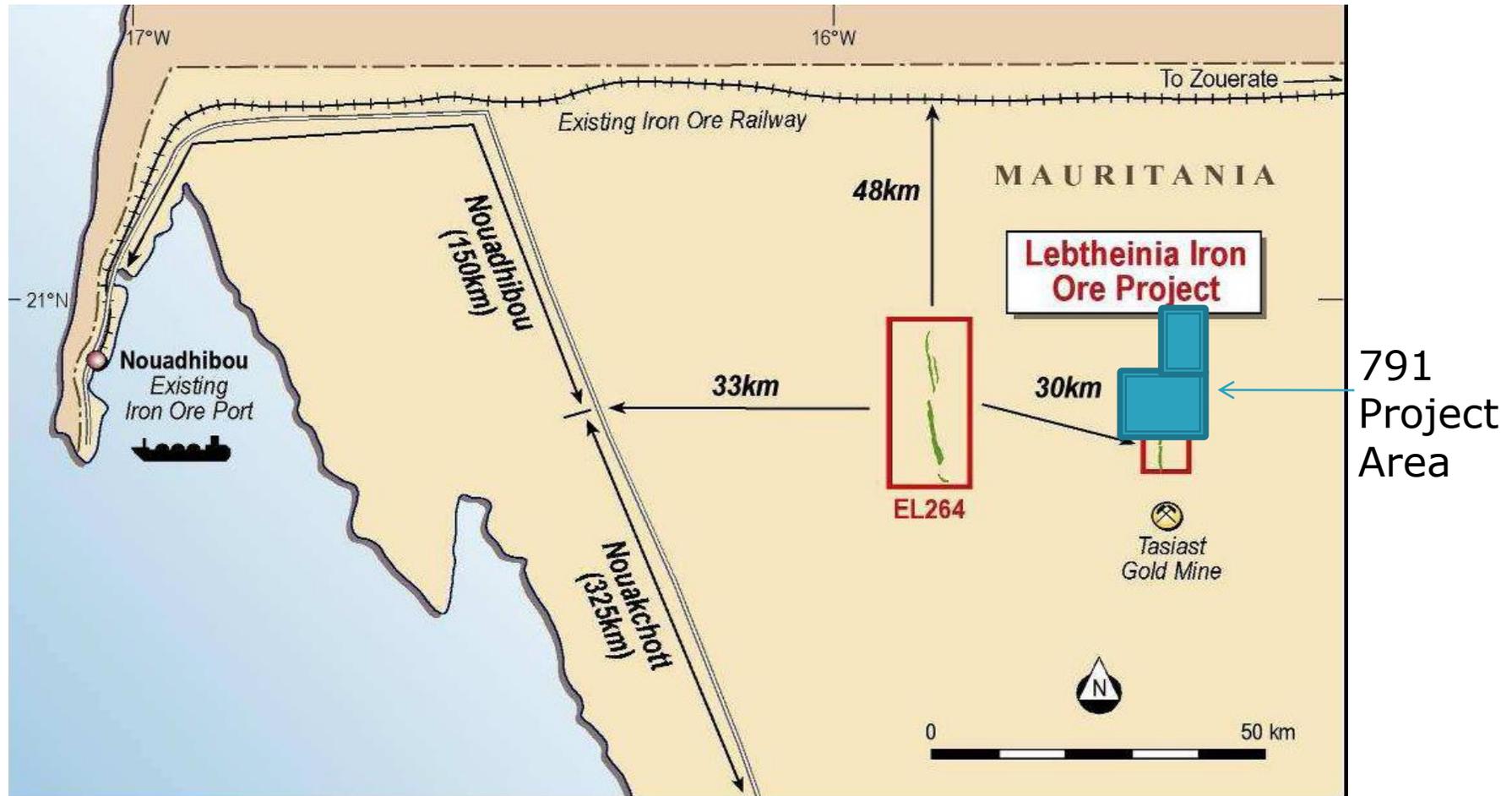
Cetal Project - Permit No 791, Lebtheinia area



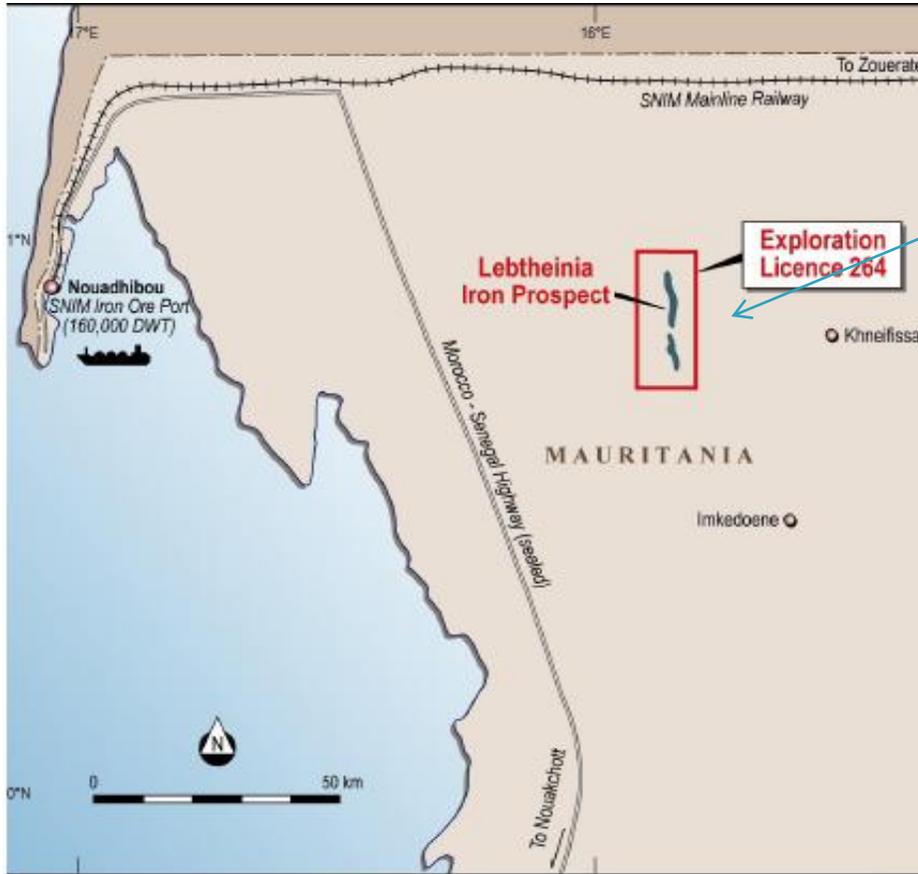
Location of Sphere's project adjacent to 791



Cetal 791 lies adjacent to Sphere Lebtheinia project for comparison



Details of Sphere Lebtheinia project



Sphere Exploration License 264

– Ore body is a magnetite BIF¹

Sphere has 2.18Bt indicated and 560Mt inferred JORC resource from its Lebtheinia central deposit¹

¹ Sphere ASX announcement 22 Oct 2009

Kaout El Khadra Project – Permit No 792

