

23 August 2013

Australian Securities Exchange
Exchange Centre
20 Bridge Street
Sydney NSW 2000

Forge Resources and Todd Corporation Sign Funding Package

Forge Resources Ltd (“Forge”, ASX: FRG) announces that Forge and Todd Corporation (“Todd”) have signed completed documentation for \$7 million of funding for Forge.

As announced on 4 July 2013 and subsequently reported in the Forge’s June 2013 Quarterly Report the funding package was separated into two parts on the following basis:

1. Forge agreed to sell down 7% of its interest in the Balla Balla VTi Magnetite Project (“Balla Balla”) for a consideration of \$7 million (taking Todd’s share to 32% and Forge’s share to 68% of Balla Balla); and
2. Forge agreed to sell down 50% of its Farm-in rights into the West Eucla project tenements, located in the Fraser Range region, Western Australia to Todd for a consideration of \$1.5 million.

The first part of the funding package has now been documented and signed ready for shareholder approval. A Notice of Meeting and Independent Expert Report shall be lodged with the ASX following this announcement and subsequently sent out to shareholders. The Independent Expert considered all aspects of this transaction and concluded the transaction is both Fair and Reasonable. Forge will also seek shareholder approval to change the Company’s name to Rutila Resources Limited at this meeting.

Both Forge and Todd remain committed to the second part of the funding package. It is contemplated that the additional \$1.5 million will be available after Forge has completed the farm-in stage where Forge earns a 50.1% interest in the West Eucla project tenements. Forge has recently submitted a completion report to the vendors for this farm-in stage. Forge will seek Shareholder approval for the second part of the funding package where required under the ASX Listing Rules.

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For further information please contact Dr. Matthew James, Managing Director, on +61 2 9259 4400.

About Forge Resources:

Forge's primary project is its 75% interest in the advanced Balla Balla Vanadium – Titanium – Magnetite (VTi Magnetite) project that was acquired by Forge from Atlas Iron Ltd in May 2012. Balla Balla is located on granted mining tenements near the Pilbara coastline where Forge now has approval from the Minister of the Environment for an export facility. A revised DFS for the Balla Balla project is complete. In addition Forge is currently farming-in to an exploration project within the Fraser Range region. Forge in conjunction with its Joint Venture partners are also advancing the exploration of prospective tungsten, molybdenum, gold and base metal projects located in New South Wales, Australia and in accordance with its charter will also seek to acquire or participate in additional resource and energy projects in Australia and overseas.

ASX Codes: FRG, FRGO	Directors
Issued Capital: Ordinary Shares: 80,577,667 Options (Exp 7/14, Ex \$0.20): 19,855,905 Options (Exp 6/15, Ex \$0.67): 900,000 Options (Exp 12/15, Ex \$0.54): 4,500,000 Options (Exp 5/14, Ex \$0.50): 6,500,000 Options (Exp 5/15, Ex \$0.50): 1,000,000	Mr Nicholas Curtis: Chairman Dr. Matthew James: Managing Director Mr Emmanuel Correia: Non Exec Director Mr Harold Wang: Non Exec Director Mr Michael Wolley: Non Exec Director
Principal Place of Business Level 24, 56 Pitt Street Sydney NSW www.forgeresources.com.au	Company Secretary Mr Shane Hartwig