



Yellow Rock Resources Limited

ABN: 90 116 221 740

420 Newcastle Street
West Perth WA 6005

PO Box 332, Leederville, WA 6903

Telephone: (08) 9228 3333
Email: info@yellowrock.com.au

21 March 2012

Centralised Company Announcements Platform,
Australian Stock Exchange,
10th Floor, 20 Bond Street,
Sydney NSW 2000

Dear Sirs,

SETTLEMENT OF LITIGATION – DISPUTE OVER ROYALTY CAVEAT

Yellow Rock Resources Limited (“YRR”) is pleased to announce the settlement of litigation commenced by Tower Group Pty Ltd (“Tower”) against Padbury Mining Limited (“PDY”) and YRR.

A Deed of Settlement was executed by the parties late on 21 February 2012 and a minute dismissing the proceedings was filed today at the Supreme Court of Western Australia (“SCWA”).

Tower claimed entitlement to a royalty of 50c per tonne of Vanadium Ore mined and processed (“the Royalty”). The dispute had continued between PDY and Tower over the Royalty claim over tenements PDY sold to YRR in 2006 (when PDY was known by its former name of Greater Pacific Gold Limited). Tower lodged a caveat that prevented the registration of the transfer of the tenements from PDY to YRR. In 2010 Tower issued SCWA proceedings CIV 1491/10 against PDY as first defendant and YRR as second defendant.

Settlement of the dispute was brought about by YRR paying to Tower \$165,000 including GST to acquire an assignment of the entitlement to the Royalty which will merge with YRR’s ownership of the Gabanintha and Nowthanna tenements. AustAsia Legal Pty Ltd acted on the case for YRR. The company secretary of YRR is a director of AustAsia Legal Pty Ltd.

The board of YRR is pleased at the removal of a potential obstacle to negotiations regarding the development of the Gabanintha Vanadium Project.

Sydney Chesson
Chairman