



28 December 2012

SHARE CAPITAL UPDATE & App. 3B

The company has now completed the allocation of all shares relating to the acquisition of the Direct Nickel business. The App3B released with this update reflects the new issue of 5.1 million shares to Windward Prospects Ltd as a result of their recent funding. The total number of shares on issue also now includes 5.25 million shares recently allocated to the Australian Government's CSIRO/AGP as a result of their funding and further shares will be issued to them as the Perth demonstration plant is completed.

The top shareholders in the company now are:

Drinkard Metalox Inc (key provider of original intellectual property)

Julian Malnic (original founder/chairman)

Russell Debney (CEO)

Regency Mines Ltd (an AIM listed company)

Australian Government CSIRO/AGP

Teck Resources (one of Canada's largest global mining companies)

Windward Prospects Ltd (a UK managed fund)

A handwritten signature in blue ink, appearing to read 'Vincent Sweeney'.

Vincent Sweeney
Chairman