



**JACK HILLS
IRON ORE MINE
WESTERN
AUSTRALIA'S
MID-WEST
REGION**



MEDIA RELEASE

Friday 26 September 2008

CROSSLANDS CELEBRATES TWO MILLION TONNES

Crosslands Resources celebrates its two million tonne shipping milestone this week with the loading of the "Ming Zhou 20" at the Western Australian Port of Geraldton.

The Ming Zhou 20 is due to depart berth 5 for China, carrying approximately 60,000 tonnes of fines ore from Crosslands' high-grade Jack Hills iron ore deposits 380 kilometres north-east of Geraldton.

Crosslands Chief Executive Officer Stuart Hall said the two millionth tonne shipment was a landmark of which the company was justifiably proud.

"Crosslands reached its first million tonne shipping milestone within twelve months of the commencement of mining at our Jack Hills project and the two millionth tonne has been loaded just nine months later," Mr Hall said.

"Local communities and authorities have supported us all the way, enabling Crosslands to develop Jack Hills into a significant international export operation."

"We look forward to our continued growth and hope to extend further the economic and social well-being of the mid-west region of Western Australia through sustainable expansion of the iron ore industry which of course, is dependent upon timely construction of rail and port infrastructure."

Crosslands commenced production from its Jack Hills project in November 2006, loading its first shipment of ore at the Port of Geraldton in February 2007. Sales have now reached an annualised rate in excess of 1.5 million tonnes, with shipments increasing to a 1.8 million tonnes per annum rate in the first quarter of 2009.

The premium Jack Hills ore is transported 640 kilometres by contract road haulage to Geraldton before being shipped to customers in China and Korea.

Each consignment continues to confirm the high-grade quality of the ore with lump ore shipments grading an average 64.6% Fe and fines 61.8% Fe. The percentage of lump ore to total ore mined has averaged 65%.

Crosslands is completing a bankable feasibility study to assess the potential for a substantial expansion of production from Jack Hills, using rail to transport ore to a new deepwater port to be constructed at Oakajee. In July 2008, Crosslands' affiliate Oakajee Port & Rail was chosen by the Western Australian Government as the preferred proponent to develop the Oakajee Port.

R: 00012408

t +61 8 9483 0500
f +61 8 9481 7966

Level 2, 18 Richardson Street
West Perth
Western Australia 6005

PO Box 1454
West Perth WA 6872

Stay in touch at
www.crosslands.com.au

Crosslands is equally owned by Murchison Metals Ltd and Mitsubishi Development Pty Ltd.

In addition to celebrating its latest sales achievement, Crosslands is also this month commemorating the first anniversary of its establishment, following formation of the joint venture between Mitsubishi Development and Murchison Metals in September 2007.

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For further information:

Kim Pervan
Manager Community and Public Relations
m +61 (0)407 083 832
t +61 8 9483 0514
e kpervan@crosslands.com.au

t +61 8 9483 0500
f +61 8 9481 7966

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