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ASX:GRR



Grange Resources Limited
ABN 80 009 132 405
Level 11, 200 St Georges Terrace
Perth Western Australia 6000
PO Box 7025, Cloisters Square
Perth Western Australia 6850
T +61 8 9327 7901
F +61 8 9327 7932
info@grangeresources.com.au
www.grangeresources.com.au

Grange Resources Limited

Australia's leading magnetite producer

Savage River Mine – Rock Slide

Grange Resources Limited (“Grange” or “the Company”) advises that a rock slide commenced on the eastern wall of the North Pit at its Savage River mine site in the early hours of Wednesday 18 July and concluded earlier today. The high quality geotechnical controls in place at the site highlighted the potential for a partial wall failure and, as a precaution, there were no personnel or equipment in the area. No personnel were exposed to any danger as a result of the slip and no injuries were sustained. The operations have been redeployed to alternate locations on the mining lease. Production is being maintained at planned levels while mine plans are reviewed.

Workplace Standards Tasmania has been notified and has approved the site's continuation of operations subject to the maintenance of the existing geotechnical controls and standards.

The geotechnical environment at Savage River is well understood and the structure is such that slips will occur from time to time. The mine planning teams are conducting a thorough review of ongoing mine plans and will seek expert technical advice and peer review as deemed necessary as they develop strategies and detailed work-around plans. Ore supply will be targeted from alternate work areas on the lease, and some mining sequences will be adjusted in order to maintain ore supplies at budgeted levels.

At this stage the slip is not expected to have a material adverse effect on the operation and it is anticipated that the 2012 production target is not materially at risk. The Company will keep the market informed if there is a change to that view.

For further information, please contact:

Investors:

Russell Clark
Managing Director & CEO
Grange Resources Limited
+ 61 8 9327 7901
Or visit www.grangeresources.com.au

Media:

Tarryn Truscott
Senior Consultant,
LastSay Communications
+61 (0)438 906 643
tarryn@lastsay.net.au