



16 December 2009

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

RESTRUCTURING INITIATIVES COMPLETE

Grange Resources Limited (**Grange** or **Company**) is pleased to announce that the restructuring initiatives announced on 17 August 2009 are now complete following the placement of 99,800,000 ordinary fully paid shares at \$0.29 to the Cornerstone Shareholders.

Key highlights of the restructuring:

- Significant reduction in liabilities and payment timing extended thereby improving the balance sheet;
- Positions Australia's leading magnetite producer to capitalise on the promising future iron ore price outlook and enhanced future cash flow;
- Full participation by Cornerstone Shareholders, which include significant operators in the Chinese iron ore and steel sectors; and
- Working capital to continue with investment in Savage River operations and continued development of Southdown.

Grange Managing Director, Mr Russell Clark, said "As a result of the restructure, the Company is in a great position to take advantage of any iron ore price increase in the New Year. The Southdown project will also benefit, particularly now the Minister of the Environment has approved the main mine permit."

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For further information, please contact:

Russell Clark
Managing Director & CEO
Grange Resources Limited
+ 61 8 9321 1118
Or visit www.grangeresources.com.au