



GRANGE
RESOURCES LIMITED
ABN 80 009 132 405

STOCK EXCHANGE ANNOUNCEMENT

PROJECT APPROVALS FOR KEMAMAN PELLETT PLANT

22 January 2007

Grange Resources Limited is pleased to announce the receipt of two important project approvals from the Malaysian Government for its 6.8 million tonne per annum Iron Ore Pellet Plant to be built at Kemaman in Malaysia.

Firstly, **Environmental Approval** for the pellet plant has been received from the Ministry of Natural Resources and Environment. This approval sets out the conditions under which the plant can operate. Grange is pleased that the environmental conditions set for the pellet plant are appropriate for a project of this scale. An appeal has been lodged in respect to one condition relating to material storage areas however Grange is confident that this condition will be amended as requested.

Secondly, a **Manufacturing Licence** has been issued by the Ministry of International Trade and Industry of Malaysia (MITI). This approval sets out MITI's requirements for the construction and operation of the pellet plant. These conditions are also considered to be appropriate.

The receipt of these two approvals represents significant milestones in the development of this \$US550 million investment.

These approvals, together with the previous approval of **Pioneer Status** with its associated package of investment incentives, demonstrate the strong support the Malaysian Government has given to the development of this project.

For further information visit the Grange website at www.grangeresources.com.au or alternatively contact Geoff Wedlock or Neil Marston on (+618) 9321 1118.

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Company Secretary