



000001 000 GRR
MR JOHN SMITH 1
FLAT 123
123 SAMPLE STREET
THE SAMPLE HILL
SAMPLE ESTATE
SAMPLEVILLE VIC 3030

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

PAYMENT OF INAUGURAL DIVIDEND

Dear Shareholder,

On 31 August 2011, Grange Resources Limited ("Grange" or the "Company") was pleased to announce its inaugural interim dividend of 2 cents per share (unfranked), highlighting the cash generation and consequent cash reserves at the Savage River operations. This is not intended as a "one off" and future dividends will be considered depending on the cash generation at Savage River, and ultimately at Southdown. Grange continues to deliver positive results to the market and this half year result once again demonstrates the strength of our operations and the strong balance sheet behind them.

The record date for determining entitlement to this dividend is 27 September 2011 and the payment date will be 13 October 2011.

To ensure the smooth processing of this and any future dividend payments to our shareholders, it is important that you give the following matters your attention and where required update your details with our shareholder registry, Computershare Limited.

a) Does Computershare Limited have your latest address and contact details?

You can check and confirm these details using either of the methods specified below. As a valued shareholder, it is important that we are in a position to contact you in the future about other developments in your Company.

b) Have you provided your Tax File Number (TFN), Australian Business Numbers (ABN) or Exemptions to Computershare Investor Services Pty Limited?

Whilst it is not a requirement to provide these details, if you don't provide your TFN or ABN, income tax will likely be deducted from payments relating to the unfranked portion of dividends and other distributions at the highest marginal rate. For more information about Tax File Numbers, Australian Business Numbers and Exemptions contact the Australian Taxation Office on 1300 720 092.

c) Does Computershare have your up to date bank details?

You will need to provide these details if you would like your cash dividend paid directly into your nominated Australian bank, credit union or building society account. Until you advise otherwise, all future cash dividends will be paid into the nominated account.

IMPORTANT: DO NOT USE THE NUMBER QUOTED ON YOUR CREDIT CARD

If you do not update these details or having done so, the details are incomplete or invalid in any other way, you will receive your dividends by cheque. Cheques will be despatched by mail on 13 October 2011.

Please note that neither the Company nor the registry will be responsible for any delays in crediting dividends to your nominated account as a result of transaction procedures or errors by any financial institution.

In updating these details, the instruction only applies to the specific holding identified by the SRN/HIN and the name appearing on the holding.

There are two easy ways to confirm or change your existing details. Either:

1. Log on to www.investorcentre.com/au. If you are a first time visitor to this website, you will need to register and obtain a password in order to gain access and confirm or update your details.
2. Update your details by completing the enclosed forms which are relevant to you and return them directly to Computershare.

If you have any questions in relation to the payment of this dividend please do not hesitate to contact Computershare Investor Services Pty Limited Computershare on 1300 850 505.


To ensure that this current dividend is paid in accordance with your wishes please ensure that you provide Computershare with any amended details by **Tuesday 4 October 2011**.


Thank you for your ongoing support.

Yours sincerely

Russell Clark
Managing Director

Update your information:

 **Online:**
www.investorcentre.com/contact

 **By Mail:**
Computershare Investor Services Pty Limited
GPO Box 2975 Melbourne
Victoria 3001 Australia


Enquiries:

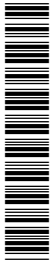
(within Australia) 1300 850 505
(international) +61 3 9415 4000

Securityholder Reference Number (SRN)



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 For your security keep your SRN/HIN confidential.



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Direct Credit

Use a black pen.
Print in CAPITAL letters
inside the grey areas.

A	B	C	1	2	3
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A Request for Direct Crediting of Dividends

BSB number (eg. 063000)


Account number

Name in which account is held (eg. JOHN SMITH)

Name of Australian bank or financial institution

Name of branch or suburb or town

Type of account (eg. cheque, savings, etc.)

 **DO NOT USE YOUR CREDIT CARD NUMBER**
If you are unsure of your BSB number or account number, please check with your bank, building society or credit union.

B Sign Here - This section must be signed for your instructions to be executed.

I/We authorise you to act in accordance with my/our instructions set out above. I/We acknowledge that these instructions supersede and have priority over all previous instructions relating to payments of dividends to which I/we am/are entitled to be paid in cash, but do not override any previous Dividend Reinvestment Plan instructions.

Individual or Securityholder 1

Director

Securityholder 2

Director/Company Secretary

Securityholder 3

Sole Director and Sole Company Secretary

Date - Day / Month / Year

Note: When signed under Power of Attorney, the attorney states that they have not received a notice of revocation. Computershare Investor Services Pty Limited needs to sight a certified copy of the Power of Attorney.

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How to complete this form

A Request for Direct Crediting of Dividends

Complete this section if you want your cash dividends paid directly into your nominated Australian bank, credit union or building society account. Until you advise otherwise, all future cash dividends will be paid into the nominated account.

IMPORTANT: DO NOT USE THE NUMBER QUOTED ON YOUR CREDIT CARD

If you do not complete this section or this form is incomplete, unsigned or invalid in any other way, you will continue to receive your dividends by cheque, but this does not override any previous Dividend Reinvestment Plan instructions.

Neither the company nor the registry will be responsible for any delays in crediting dividends to your nominated account as a result of transaction procedures or errors by any financial institution.

This instruction only applies to the specific holding identified by the SRN/HIN and the name appearing on the front of this form.

B Signature(s)

If you have chosen to have your cash dividends paid directly into your nominated Australian bank, credit union or building society account and you have completed Section A, you must sign this form as follows in the spaces provided:-

Joint Holding: where the holding is in more than one name, all of the securityholders must sign.

Power of Attorney: to sign under Power of Attorney, you must have already lodged this document with the registry. If you have not previously lodged this document for notation, please attach a certified photocopy of the Power of Attorney to this form when you return it.

Companies: where the company has a Sole Director who is also the Sole Company Secretary, this form must be signed by that person. If the Company (pursuant to section 204A of the Corporations Act 2001) does not have a Company Secretary, a Sole Director can also sign alone. Otherwise this form must be signed by a Director jointly with either another Director or a Company Secretary. Please indicate the office held by signing in the appropriate place.


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Please return the completed form to:

Computershare Investor Services Pty Limited
GPO Box 2975
Melbourne VIC 3001
Australia

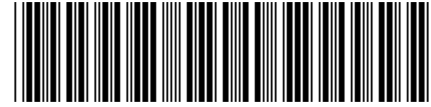


 **Online:**
www.investorcentre.com/contact


 **By Mail:**
Computershare Investor Services Pty Limited
GPO Box 2975 Melbourne
Victoria 3001 Australia

Enquiries:
(within Australia) 1300 850 505
(international) +61 3 9415 4000

Securityholder Reference Number (SRN)



I 1234567890 I ND

 For your security keep your SRN/HIN confidential.

Tax File Numbers (TFN), Australian Business Numbers (ABN) or Exemptions

Use a **black** pen.
Print in **CAPITAL** letters
inside the grey areas.

A	B	C
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1	2	3
---	---	---

Where a choice is required,
mark the box with an 'X'

X

INDIVIDUALS/JOINT HOLDERS	A Tax File Numbers (TFN), Australian Business Numbers (ABN) or Exemptions																																																																																																				
	Complete this section to provide your TFN and/or to claim the appropriate exemption by quoting the Exemption Code. A Company, Partnership, Trust, Super Fund or an Individual can provide either their TFN, or where the securities are held for a business purpose their ABN.																																																																																																				
	<p>TFN of Individual (Securityholder 1)</p> <table border="1" style="width: 100%; height: 30px;"> <tr> <td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td> </tr> </table> <p>Name 1 (Full Name)</p> <table border="1" style="width: 100%; height: 30px;"> <tr> <td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td> </tr> </table> <p><input checked="" type="checkbox"/> Mark this box with an 'X' if Exemption applies</p>																																									<p>TFN of Joint Holder (Securityholder 2 or Securityholder 3)</p> <table border="1" style="width: 100%; height: 30px;"> <tr> <td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td> </tr> </table> <p>Name 2 (Full Name)</p> <table border="1" style="width: 100%; height: 30px;"> <tr> <td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td> </tr> </table> <p>Type of Exemption</p> <table border="1" style="width: 100%; height: 30px;"> <tr> <td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td> </tr> </table>																																																											
OTHER ENTITIES	<p>TFN of Company, Partnership, Trust or Super Fund</p> <table border="1" style="width: 100%; height: 30px;"> <tr> <td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td> </tr> </table>																					AND OR	<p>ABN of Company, Partnership, Trust, Super Fund or Individual</p> <table border="1" style="width: 100%; height: 30px;"> <tr> <td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td> </tr> </table>																																																																														
<p>Company</p> <input checked="" type="checkbox"/>	<p>Partnership</p> <input checked="" type="checkbox"/>	<p>Trust</p> <input checked="" type="checkbox"/>	<p>Super Fund</p> <input checked="" type="checkbox"/>	<p>Other</p> <input checked="" type="checkbox"/>																																																																																																	

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How to complete this form

A Tax File Numbers (TFN), Australian Business Numbers (ABN) or Exemptions

Please record your TFN, ABN or the appropriate exemption information. If you are exempt, but have a TFN, it is safer to provide your TFN in case your circumstances change.

For investments held jointly, details of only two holders are required. If possible, you should give details of those holders with a TFN rather than those who are exempt.

For investments held on behalf of another person, such as a child or an aged or invalid person, enter the Trust TFN. If there is no Trust TFN, enter the Trustee's TFN or exemption. Where the investment is held by an adult for a child, the adult is the Trustee.

EXEMPTIONS

For details about who is exempt, please contact the Australian Taxation Office. To claim your exemption, please enter the number of the pension or benefit you receive from the following list:

DESCRIPTION	EXEMPTION CODE	DESCRIPTION	EXEMPTION CODE
Aged Pension	444444441	Carer's Pension	444444442
Invalid Pension	444444441	Non Profit Organisation	555555555
Rehabilitation Allowance	444444442	Service/Veteran's Pension	444444441
Sole Parent's Pension	444444442	Special Benefit	444444442
Widow's Pension	444444442	Wife's Pension	444444442

Collection of Tax File Numbers is authorised and their use and disclosure are strictly regulated by the Tax Laws and the Privacy Act 1988 (Cth).

It is not an offence to withhold your TFN or, where the securities are held for a business purpose, your ABN. However, if you do not provide your TFN or ABN, tax may be deducted from payments made to you at the highest marginal rate.

This instruction will be applied in relation to the current and any future securities recorded in the register in respect of the specific holding identified by the SRN/HIN and the name appearing on the front of this form.

FOR MORE INFORMATION ABOUT TAX FILE NUMBERS, AUSTRALIAN BUSINESS NUMBERS AND EXEMPTIONS PLEASE CONTACT THE AUSTRALIAN TAXATION OFFICE ON 1300 720 092.

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Please return the completed form to:

Computershare Investor Services Pty Limited
GPO Box 2975
Melbourne VIC 3001
Australia

