

AustralianZircon

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The Company Announcements Platform
ASX Limited

Dear Sir/Madam,

Further to the announcement of 10 November 2010, Australian Zircon NL (“**the Company**” or “**AZC**”) is informed by the “Purchaser” (as defined in the 10 November 2010 announcement) that it has been notified by the Foreign Investment Review Board that any assignment to the Joint Venture Company (as defined in the 10 November 2010 announcement) (which would be owned 65% by the Purchaser and 35% by AZC) of the assets of AZC in the terms contemplated by the 10 November 2010 announcement will be unobjectionable.

The Company continues to work with the Purchaser in relation to the potential assignments to the Joint Venture company.

Further details of the transactions will be notified as and when appropriate developments arise under the relevant arrangements.

Yours faithfully,



S McEwen
Company Secretary