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Australian Stock Exchange  
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2 The Esplanade  
Perth WA 6000

**COZIRON SIGNS “HEAD OF AGREEMENT” FOR COAL PROJECT.**

The directors of Coziron Resources Limited (“**Coziron**”) are pleased to announce that the company has signed a Head of Agreement with PT Persadatama Agung Lestari (“**PT PAL**”), the intent of which is to form a joint venture to explore the Landas Paeu Coal Project, located in East Kalimantan, Indonesia.

The Landas Paeu Project consists of a 3940ha mineral property located in West Kutai Regency in the Province of East Kalimantan, Indonesia. The block is held under general survey permit No 545/K-461-/2007 granted by the Regent of Kutai Barat.

The mineral property is prospective for thermal coal. The block has previously been explored for coal by PT PAL and other Indonesian companies. This exploration has identified a package of 12 coal seams attributed to the Oligocene Warukin Formation over a strike-length of 4.2 km. Warukin Formation Coal is being mined in several locations in South and East Kalimantan and has gained a reputation as a low sulfur and low ash “enviro-coal”. Individual seams at the Landas Paeu Coal Project reach a maximum thickness of 13.45m in limited historical drill intercepts. Analysis of representative coal seam samples show coal quality parameters meet current export standards for thermal coal.

Landas Paeu Coal Project Quality Parameters- Selected representative samples\*:

Seam	Moisture % adb	Ash % adb	Total sulfur % adb	Gross Calorific value kcal/kg adb
A	19.3	1.2	0.52	5662
B	21.0	0.7	0.58	5599
C	18.4	2.0	0.57	5779
D	17.3	4.8	1.37	5568
G	18.0	1.3	0.41	5881
H	15.3	2.4	0.80	6030
I	15.8	1.2	1.05	6238
J	12.4	3.7	3.88	6229
K	13.7	1.4	1.64	6215

\*Analysis by Sucofindo Laboratories-Samarinda

Previous work on the prospect included outcrop mapping and sampling and shallow diamond drilling. The diamond drilling was carried out in an unsystematic way.

A non-JORC compliant historical mineral resource of 52 million tonnes of coal, based on the 1983 USGS Coal Resource Classification System method, has previously been estimated over part of the tenement.

Under the terms of the Head of Agreement, Coziron will pay PT PAL a consideration of USD\$50,000 immediately. The agreement entitles Coziron to acquire 70% of the coal project for a consideration of USD\$1 million, half of which is payable in cash, the other part in Coziron shares, following a suitable due diligence period. PT PAL will also be entitled to a USD\$1 royalty per ton of coal sold from the project.

The Agreement is subject to a number of conditions including due diligence and site inspections to the satisfaction of Coziron. In the event that the conditions are satisfied, Coziron will sign a formal joint venture agreement with PT PAL.

Coziron believes that the project area is highly prospective for thermal coal and that there is significant potential to delineate a sizeable, potentially economical resource. Coziron Resources plans to carry out geological mapping, topographic surveys and systematic resource definition drilling to advance the project.

For further information please contact:

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