

PRIME MINERALS LIMITED

Level 1, 8 Parliament Place, West Perth WA 6005

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21 February 2012

**The Manager
Company Announcements Office
Australian Securities Exchange Limited
Level 4, Exchange Centre
20 Bridge Street
Sydney NSW 2000**

Dear Sir,

Notice of Initial Substantial Holder.

We have attached a Form 603 notice received by the Company today.

**Yours faithfully
David Zukerman
Company Secretary
Prime Minerals Limited**

Form 603
Corporations Act 2001
Section 671B

Notice of initial substantial holder

To: Company Name/Scheme Prime Minerals Ltd

ACN 61 120 656 497

1. Details of substantial holder (1)

Name Mr Jason Peterson
ACN/ARSN (if applicable) n/a

The holder became a substantial holder on 9 / Jan / 2012

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
Ordinary fully paid (O.F.P.)	18,001,260	18,001,260	5.35%

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
JP Morgan <Cash Income A/C>	Direct	10,802,540
Cello Capital Pty Ltd <The Cello Capital A/c>	Direct	7,198,720

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holders of relevant interest	Registered holder of Securities	Person entitled to be registered as a holder (8)	Class and number of securities
JP Morgan <Cash Income A/C>	JP Morgan <Cash Income A/C>	Mr Jason Peterson	10,802,540
Cello Capital Pty Ltd <The Cello Capital A/c>	Cello Capital Pty Ltd <The Cello Capital A/c>	Mr Jason Peterson	7,198,720

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
JP Morgan <Cash Income A/C>	9/1/2012	\$130,031		O.F.P 10,802,540
Cello Capital Pty Ltd <The Cello Capital A/c>	9/1/2012	\$89,984		O.F.P 7,198,720

The reasons the person named in paragraph 3 above and associates of the substantial holder are as follows:

Name and ACHARN (if applicable)	Nature of association
JP Morgan < Cash Income A/C>	Beneficial Holder
Collis Capital Pty Ltd <The Collis Capital A/c>	Shareholder and Director

7. Addresses

The addresses of persons named in this form are as follows:

Name	Address
As	c/o Po Box 25467, St Georges Ter, Perth WA 6001

Signature

print name Mr Jason Peterson capacity IMOR

sign here  date 21 / Feb / 2012
