

ASX ANNOUNCEMENT

ASX Code: MMX

10 July 2012

MURCHISON SELLS ROCKLEA PROJECT FOR \$3.2 MILLION CASH

Murchison Metals Ltd ("the Company") advises that it has sold its Rocklea iron ore project to Dragon Energy Limited for \$3.2 million in cash.

The sale of the Rocklea project is conditional only on obtaining consent to the assignment of a standard heritage agreement. Completion is required to take place 5 business days after the condition is satisfied.

The project had a book value of approximately \$12.0m (unaudited) as at 30 June 2012. The Company will record an impairment write-down for the project as at 30 June 2012 of approximately \$8.8m (unaudited).

-ENDS-

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