

Form 1003

Disclosure notice for unlisted disclosing entity

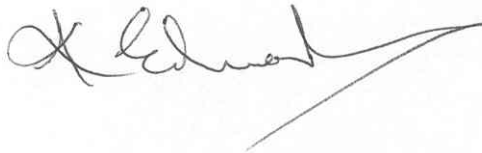
## **ANNEXURE A**

### **Rejection of mining lease applications**

Phosphate Resources Ltd received formal advice from the Commonwealth Minister for Environment, Heritage and the Arts on the 16<sup>th</sup> July 2010 that he has refused the company application for approval to explore and mine for phosphate on an additional 8 areas comprising a total of 256 hectares of land on Christmas Island.

The company's current Christmas Island mining lease tenure until 4 February 2019 over 2054 hectares is unaffected by the decision.

Exploration and drilling to date on this tenement confirms that under current commercial parameters existing production levels can be viably sustained for at least a further five years.

A handwritten signature in black ink, appearing to read 'Kevin Edwards', with a long horizontal stroke extending to the right.

Kevin Edwards  
Company Secretary  
19<sup>th</sup> July 2010