

SALE OF SPINIFEX : PROJECT RATIONALISATION CONTINUES

Thundelarra (ASX:THX) is pleased to report progress in its previously announced strategy of rationalising its extensive portfolio of exploration projects. Thundelarra and joint venture partners Resource Star (ASX:RSL) have agreed to terminate the joint venture, originally formed in April 2011, to explore the Spinifex tenement (E80/3572) in the north of Western Australia.

Highlights:

- *Resource Star Limited (ASX:RSL) has agreed to acquire 100% of the Spinifex Uranium Project in Western Australia from Thundelarra Exploration Limited (ASX:THX).*
- *Resource Star will issue 5 million fully paid ordinary shares to Thundelarra as consideration for the acquisition and the 1.5% Net Smelter Royalty ("NSR") that is part of the existing Joint Venture Agreement between the Parties will be retained by Thundelarra.*
- *The transaction is subject to finalising all necessary documentation and obtaining required regulatory approvals and consents in Western Australia.*

Thundelarra agrees with Resource Star that this decision delivers greater flexibility for the effective exploration of the project. The five million fully paid ordinary shares in Resource Star that will be issued to Thundelarra as consideration, together with the retention of a 1.5% NSR on any future production, will preserve Thundelarra's exposure to the geological potential of the tenement, while simultaneously freeing up the time and expenditure demands of joint venture arrangements.

The process of formally documenting the transaction, and of assigning all the relevant cultural and heritage agreements to which Thundelarra is currently party, has commenced.

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THUNDELARRA EXPLORATION LTD
Issued Shares: 222.0M
ASX Codes: THX & THXOA

Competent Person Statement

The details contained in this report that pertain to Exploration Results, Mineral Resources or Ore Reserves, are based upon information compiled by Mr Costica Vieru, a Member of the Australian Institute of Geoscientists and an employee of the Company. Mr Vieru has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Vieru consents to the inclusion in this report of the matters based upon the information in the form and context in which it appears.