



18 May 2012

Mr W Baggott
ASX Limited
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

**STRAITS RESOURCES LIMITED – ABN 30 147 131 977 (Company)
NOTICE UNDER SECTION 708A(5)(e) CORPORATIONS ACT 2001 (CTH)**

Further to the Company's announcement on 11 May in relation to its institutional share placement and share purchase plan offer, the Company has today issued 48,400,000 fully paid, ordinary shares at a price of \$0.62 per share to institutional and exempt investors.

The Company relies on case 1 in section 708A(5) of the *Corporations Act 2001* (Cth) (**Corporations Act**) in respect of the issue of the Placement Shares.

The Company gives notice under paragraph 5(e) of section 708A of the Corporations Act that:

1. the Company issued the Tranche 1 Placement Shares without disclosure to the Placement Share investors under Part 6D.2 of the Corporations Act;
2. as at the date of this notice:
 - a. the Company has complied with the provisions of Chapter 2M of the Corporations Act as they apply to the Company;
 - b. the Company has complied with section 674 of the Corporations Act; and
 - c. there is no "excluded information" (as that term is defined in Sections 708A(7) and 708A(8) of the Corporations Act) relating to the Company which is required to be disclosed by the Company.

Signed for Straits Resources Limited by

A handwritten signature in black ink, appearing to read 'Matthew Smith', written over a light grey horizontal line.

Matthew Smith
Company Secretary

STRAITS RESOURCES LIMITED

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