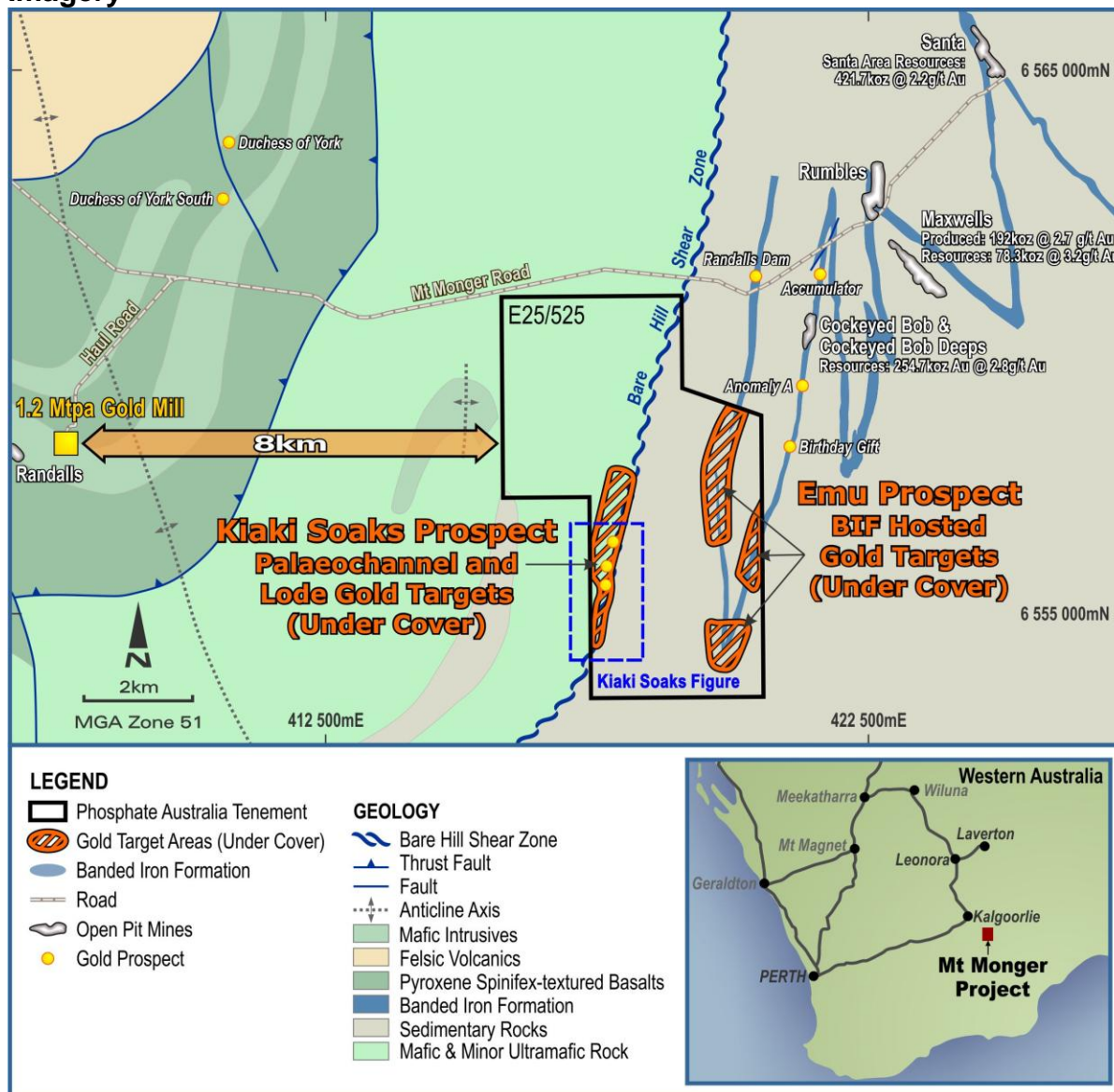


Drilling Commenced at the Mount Monger Gold Project, WA

Phosphate Australia Limited (ASX:POZ) is pleased to announce that drill testing of priority targets has commenced at the Company's 100% owned Mount Monger Gold Project in WA.

This maiden drill program of approximately 1,500 metres aircore, will test multiple priority under-cover gold targets over approximately 5km collective strike. These targets are located within 10 to 16km of the currently operating 1.2 Mtpa Randalls gold plant of Silver Lake Resources Limited (Figure 1). The drilling should be completed before the end of March and assay results will be reported once they have been received and assessed. For further details on this project please follow the link [MtMongerGoldProject](#).

Figure 1: Mount Monger Gold Project Location Plan and Drill Targets over Satellite Imagery



Jim Richards BSc. (Hons) Geology, MAusIMM, MAIG
Executive Chairman

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The information in this report that relates to previously reported exploration results is based on information compiled by Mr. Jim Richards who is a Member of The Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists. Mr. Richards is a Director of Phosphate Australia. Mr. Richards 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 Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Richards consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.