

DRILL RIG MOBILISATION AND FINAL PERMIT APPROVALS FOR THE HIGHLAND PLAINS PHOSPHATE PROJECT

Phosphate Australia Limited (POZ) is pleased to report that a drilling rig has been mobilised and final permitting has now been obtained, allowing resource drilling to commence at the Company's 100% owned Highland Plains Phosphate Project in the Northern Territory.

The rig is capable of both RC and diamond drilling (PQ core) which will provide flexibility and the ability to acquire core samples for metallurgical test work purposes.

It is estimated that drilling will commence around 12 September. A demountable camp and heavy machinery also have been purchased and are currently being mobilised to site to support the drilling at Highland Plains. It is expected that drilling operations will continue until early December, subject to weather conditions.

The Company remains focused on drilling the Highland Plains Phosphate Project this year leading to a JORC compliant resource.

ANDREW JAMES
Managing Director
Phosphate Australia Limited