Project Update

CLOUDBREAK MINE SERVICES

FMG has awarded Lycopodium Minerals Pty Ltd part of the EPCM scope to optimise the Cloudbreak plant to treat wet ore.

The scope of Lycopodium's work has not been determined at this stage but it is not expected to have any material effect on the company's results at year end.

For further information:

MICK CARATTI

CHAIRMAN