

# ASX Announcement: ROY

2 July 2012



## ROYAL COMPLETES PLACEMENT TO MAJOR SHAREHOLDER

Royal Resources Limited (Royal, ASX: ROY) is pleased to announce that substantial shareholder Lodestone Equities Limited has acquired 29,700,000 fully paid ordinary shares, at an issue price of \$0.125 a share, in a private placement, raising \$3.7125 million. The placement was completed utilising Royal's 15% capacity.

The placement follows the recent substantial shareholder notice lodged by Lodestone advising Royal that Lodestone had acquired all of the Royal shares held by Sing Tang Development Pty Ltd & Associates.

Lodestone is an investment company associated with Mr Gordon Toll. Mr Toll has a BE Hons (Mining) and MSc. (Business) and 44 years experience in mining. He has raised or helped to raise more than \$5 billion for mining and associated infrastructure projects in the past decade. His experience includes:

- Chairman of Fortescue Minerals Group Limited during the critical engineering and funding of that company's initial US\$3.3billion development of its Pilbara iron ore interests;
- Founder and former Chairman of Ferrous Resources Ltd, a Brazilian iron company;
- Deputy Chairman of Ivanhoe Mines including responsibility for one of the largest copper discoveries of the past two decades;
- Rio Tinto - Group Mining Executive;
- Atlantic Richfield - direct line management of coal mining and associated infrastructure developments in Indonesia and Venezuela;
- Texasgulf Sulphur - Manager of Mining, International;
- Key line management positions with predecessor of BHP Iron Ore in the late 60's and early 70's.

Mr Toll said he views Royal as a strategic holder of magnetite resources in the Braemar Iron Formation in South Australia with innovative logistics solutions. He welcomes the opportunity of working with Royal to advance its resources to production.

Royal's Managing Director, Mr Marcus Flis, said he was pleased with the addition of Lodestone to the company's share register and the accompanying expertise that that relationship will bring to Royal.

The funds raised from the placement will be used for the ongoing development costs at the Razorback iron ore project.

For further information contact:

**Tony Heslop**  
**Company Secretary**  
**+61 8 9322 8542**