

March 22, 2010

Company Announcements Office  
Australian Stock Exchange Limited

### Placement of Shares

Australian multi-commodity exploration and development company FairStar Resources Limited (ASX: FAS) (FairStar) advises that it has completed a placement of ordinary FairStar shares to the **Company's Chief Geologist, Mr Sheldon Coates**.

Mr Coates has subscribed to 6,250,000 FairStar shares at a price of 8 cents per share to raise \$500,000.00. These shares will be subject to a voluntary escrow period of six months from the date of issue.

ENDS

# Appendix 3B

## New issue announcement, application for quotation of additional securities and agreement

*Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.*

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

Fairstar Resources Limited

ABN

38 115 157 689

We (the entity) give ASX the following information.

### Part 1 - All issues

*You must complete the relevant sections (attach sheets if there is not enough space).*

- |   |  |                            |
|---|--|----------------------------|
| 1 | +Class of +securities issued or to be issued   | Ordinary fully paid shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued  | 6,250,000                  |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Ordinary shares            |

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<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> <li>• the date from which they do</li> <li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li> <li>• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment</li> </ul>	<p>Yes, subject to 6 month voluntary escrow period.</p>						
<p>5 Issue price or consideration</p>	<p>8 cents per share</p>						
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>Proceeds of \$500,000 to be used for exploration at Steeple Hill Iron Project and working capital.</p>						
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>22 March 2010</p>						
<p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="703 1256 1002 1290">Number</th> <th data-bbox="1002 1256 1294 1290">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="703 1290 1002 1323">490,696,681</td> <td data-bbox="1002 1290 1294 1323">Ordinary Shares.</td> </tr> <tr> <td data-bbox="703 1323 1002 1503">166,805,654</td> <td data-bbox="1002 1323 1294 1503">Options exercisable at 10 cents each on or before 30 August 2011.</td> </tr> </tbody> </table>	Number	+Class	490,696,681	Ordinary Shares.	166,805,654	Options exercisable at 10 cents each on or before 30 August 2011.
Number	+Class						
490,696,681	Ordinary Shares.						
166,805,654	Options exercisable at 10 cents each on or before 30 August 2011.						

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	200,000	Options Ex \$0.35 by 01/05/2011
	663,311	Options expiring 31/7/2012 at an exercise price of \$0.04221
	683,125	Options expiring 07/08/2012 at an exercise price of \$0.0391
	1,070,549	Options expiring 14/8/2012 at an exercise price of \$0.0369
	951,348	Options expiring 25/8/2012 at an exercise price of \$0.0351
	1,086,767	Options expiring 1/9/2012 at an exercise price of \$0.0351
	541,331	Options expiring 9/9/2012 at an exercise price of \$0.0369
	1,000,000	Employee Options Ex \$0.15 by 30/11/11
	6,250,000	Shares subject to voluntary escrow period, expiring 22 September 2010

10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	The dividend policy of the company remains unchanged
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**Part 2 - Bonus issue or pro rata issue**

11	Is security holder approval required?	
12	Is the issue renounceable or non-renounceable?	
13	Ratio in which the +securities will be offered	
14	+Class of +securities to which the offer relates	
15	+Record date to determine entitlements	
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	

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17	Policy for deciding entitlements in relation to fractions	
18	Names of countries in which the entity has *security holders who will not be sent new issue documents  <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small>	
19	Closing date for receipt of acceptances or renunciations	
20	Names of any underwriters	
21	Amount of any underwriting fee or commission	
22	Names of any brokers to the issue	
23	Fee or commission payable to the broker to the issue	
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of *security holders	
25	If the issue is contingent on *security holders' approval, the date of the meeting	
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	
28	Date rights trading will begin (if applicable)	
29	Date rights trading will end (if applicable)	

30	How do *security holders sell their entitlements <i>in full</i> through a broker?	
31	How do *security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	
32	How do *security holders dispose of their entitlements (except by sale through a broker)?	
33	*Despatch date	

### Part 3 - Quotation of securities

*You need only complete this section if you are applying for quotation of securities*

34 Type of securities  
(tick one)

(a)  Securities described in Part 1

(b)  All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

#### Entities that have ticked box 34(a)

#### Additional securities forming a new class of securities

*Tick to indicate you are providing the information or documents*

35  If the \*securities are \*equity securities, the names of the 20 largest holders of the additional \*securities, and the number and percentage of additional \*securities held by those holders

36  If the \*securities are \*equity securities, a distribution schedule of the additional \*securities setting out the number of holders in the categories  
1 - 1,000  
1,001 - 5,000  
5,001 - 10,000  
10,001 - 100,000  
100,001 and over

37  A copy of any trust deed for the additional \*securities

#### Entities that have ticked box 34(b)

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38 Number of securities for which  
 +quotation is sought

39 Class of +securities for which  
 quotation is sought

40 Do the +securities rank equally in all  
 respects from the date of allotment  
 with an existing +class of quoted  
 +securities?

If the additional securities do not  
 rank equally, please state:

- the date from which they do
- the extent to which they  
 participate for the next dividend,  
 (in the case of a trust,  
 distribution) or interest payment
- the extent to which they do not  
 rank equally, other than in  
 relation to the next dividend,  
 distribution or interest payment

41 Reason for request for quotation  
 now

Example: In the case of restricted securities, end of  
 restriction period

(if issued upon conversion of  
 another security, clearly identify that  
 other security)

	Number	+Class
42 Number and +class of all +securities quoted on ASX ( <i>including</i> the securities in clause 38)	<input type="text"/>	<input type="text"/>

**Quotation agreement**

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may  
 quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not  
 for an illegal purpose.

- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
  - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

*Alan Thomas*

Sign here: ..... Date: ..22/03/2010.....  
(Company secretary)

Print name: ALAN E THOMAS

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22 March 2010

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**NOTICE UNDER SECTION 708A(5)(e) OF THE CORPORATIONS ACT 2001 (CTH)**

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<b>Issuer:</b>	<b>Fairstar Resources Ltd</b>
<b>ABN:</b>	<b>38 115 157 689</b>

Fairstar Resources Ltd ("Issuer") notifies ASX (as the operator of the prescribed financial market on which the securities identified below are or are to be quoted) under section 708A(5)(e) of the Corporations Act that:

1. the securities identified below were issued without disclosure under Part 6D.2 of the Corporations Act;
2. as at the date of this notice the Issuer has complied with the provisions of Chapter 2M as they apply to the Issuer and with sections 674 and 675 of the Corporations Act; and
3. as at the date of this notice there is no information which is excluded information as contained in sections 708A(7) and (8) of the Corporations Act.

<b>DETAILS OF THE ISSUER OR OFFER OF SECURITIES</b>	
Class of Securities:	Ordinary shares
ASX Code of the Securities:	FAS
Date of the issue of securities:	22 March 2010
Total number of securities issued:	6,250,000

Signed for and on behalf of the Issuer:

*Alan Thomas*

**Alan Thomas**  
Company Secretary