



# Territory Resources Limited

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28 August 2007

Australian Securities Exchange Limited  
Company Announcements  
Level 10, 20 Bond Street  
SYDNEY NSW 2000

Dear Sir / Madam.

## **TERRITORY LOCKS IN IRON ORE PRICE**

Attached is a media release announcing that Territory Resources has completed marketing and pricing arrangements for its first shipment of iron ore.

Yours faithfully

Peter Ruttledge  
Company Secretary



**MEDIA RELEASE**

**28 August 2007**

## **TERRITORY LOCKS IN IRON ORE PRICE**

Australian resources group Territory Resources (ASX:TTY) is pleased to announce it has completed marketing and pricing arrangements for its first shipment of iron ore from the Frances Creek mine in the Northern Territory.

Territory has in place a life-of-mine sales and marketing agreement with global trading and logistics leader Noble Group. Via this agreement, Territory has agreed a price of US\$75 per tonne FOB Darwin (basis 61.5% Fe) for its first shipment of iron ore expected in September.

Territory Resources chairman Michael Kiernan said signing of the first sales contract marked another significant milestone for the company and its shareholders.

"We are very pleased with the price negotiated for this first contract, which is reflective of the market conditions and the strong demand for high quality iron ore," Mr Kiernan said.

"The market outlook for iron ore remains particularly strong and, with our closeness to the Chinese market and our relationship with Noble, Territory is well placed to capitalise on these marketing opportunities within this company," he said.

Within the guidelines of its sales and marketing agreement, Noble will purchase all production from Frances Creek, using nominated guidelines in accordance with mutually agreed prevailing market conditions. Sales are completed on a quarterly and annual basis, again depending upon market conditions. The \$US75 per tonne price negotiated relates to sales for the quarter ended September 30 2007.

Territory currently has stockpiled more than 25,000 tonnes of iron ore (lump over 63%) at the Port of Darwin, and is railing ore to port every day in preparation for the expected first shipment to China in September.

**For further information, please contact:**

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**An Australian Resources Group**



## About Territory Resources

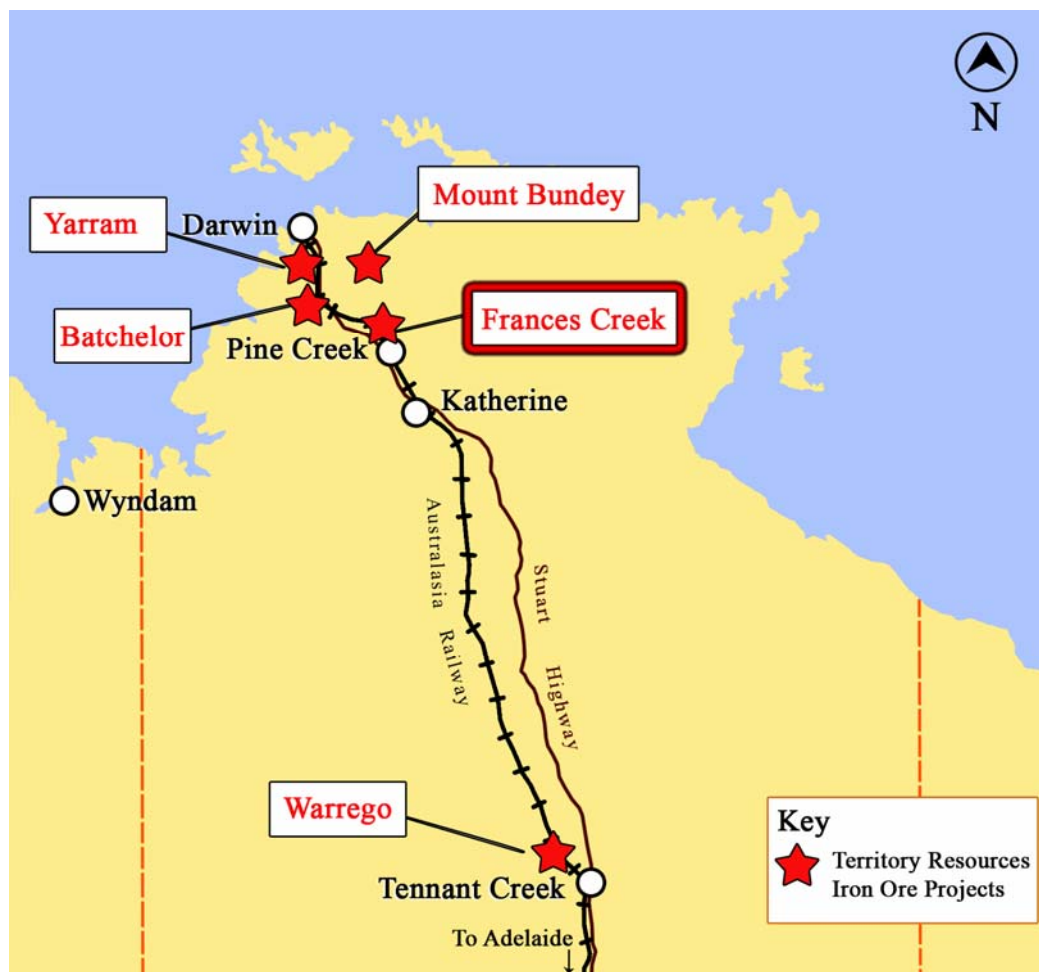
Territory Resources (ASX:TTY), an independent Australian resources group, has a clear strategy to develop into a diversified carbon steel materials producer.

The Company is developing the 100% owned 1.5 mtpa Frances Creek haematite iron ore project located north of the regional town of Pine Creek on the Stuart Highway, 190 km south of Darwin with the existing Alice Springs to Darwin rail line running within 15 kms of the project.

Territory has a production target of 3 mtpa within two years.

A significant re-rating of the company has occurred in the last quarter as production commenced at the Frances Creek operation in June 2007 and Territory is on track for its first shipment of ore in the September 2007 Quarter.

Marketing of Territory's ore will be undertaken by the Hong Kong based Noble Group Limited via a life-of-mine marketing agreement. Crawley Resources Limited (Noble Group Limited 70% and local mining identity Michael Kiernan 30%) owns 30.0% of Territory. Visit: [www.territoryresources.com.au](http://www.territoryresources.com.au)



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