



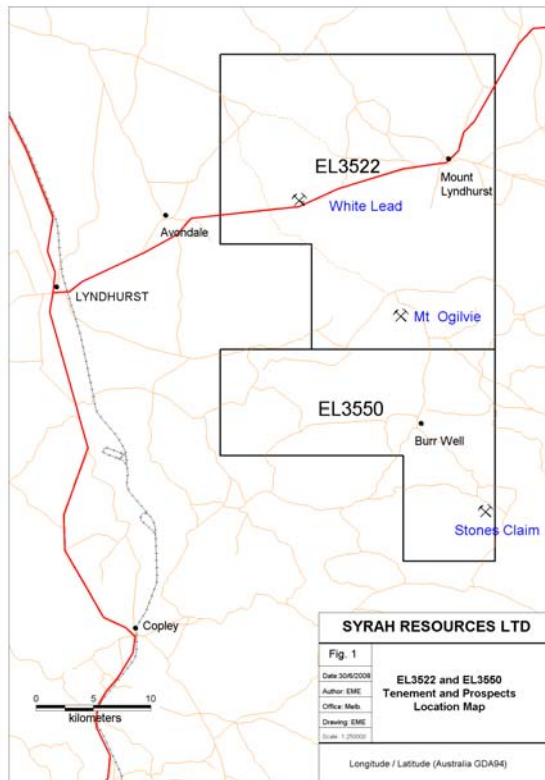
ASX ANNOUNCEMENT

28 September 2009

Memorandum of Understanding signed with Zurich Resources to form Joint Venture on Lyndhurst South EL3550, South Australia

Syrah Resources (ASX:SYR) is pleased to announce that it has signed a Memorandum of Understanding with Zurich Resources Pty Ltd that permits Zurich to explore and develop Syrah's Lyndhurst South Exploration Licence EL3550.

Lyndhurst South EL 3550 is contiguous with EL3522, where Syrah has also recently formed a joint venture with Zurich.



Under the joint venture terms relating to EL3550, Zurich has agreed to spend the amount required to enable the licence to be renewed at the end of April 2010. Under current expenditure schedules, the amount of required to renew the licence is in the order of \$130,000.

Due to the limited amount of time for Zurich to coordinate and mobilise its exploration activities, Zurich is under no obligation to ensure renewal of EL3550.

In the event that Zurich meets the expenditure commitments to ensure that EL3550 is renewed in 2010, Zurich will earn a 50% interest in the licence.

Zurich also has an option to increase its interest to 80% by completing a feasibility study on any prospect in the licence area.

Securing a joint venture with Zurich on Lyndhurst South will be a win-win for both parties. It enables the two contiguous licences to be covered by one exploration program. Zurich will now be able to extend its geophysical and field programs to the entire project area covered by the two tenements, and will not be impeded by the short period to the renewal of EL3550.

Syrah had not included any further exploration of EL3550 in its forward plans. As a consequence of the new joint venture, providing the license is renewed, Syrah retains an interest in the tenement and exposure to any exploration success.

Zurich Resources is a newly formed, unlisted Australian company with strong skills and experience in the application of geophysics. Zurich intends to target sulphide copper mineralisation at the Lyndhurst tenements using geophysical techniques and continue exploration for near surface oxide copper mineralisation.

Alistair Campbell
Managing Director
Syrah Resources Ltd

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Syrah Resources - Directors & Management:
Mr Tom Eadie – Chairman
Mr Alistair Campbell – Managing Director
Mr Terry Lees – Exploration Director
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