



ASX ANNOUNCEMENT

29 January 2010

Quarterly Activities Report For the Period Ending 31 December 2009

Syrah Resources (ASX:SYR) today released its December 2009 quarterly activities report.

Saudi Arabia

At the end of December, Syrah had 14 Exploration Licence applications submitted to the Deputy Ministry for Mineral Resources (DMMR). The Company has received written advice from the Ministry that processing of six of these applications is occurring. Further advice about the remaining applications is awaited.

The Company continues to assess additional exploration prospects in Saudi Arabia, and will make further exploration applications as justified. Reconnaissance fieldwork is ongoing both for the assessment of existing applications and the generation of new areas of interest.

In early December 2009 Syrah signed a Heads of Agreement to form a joint venture with Mashoura Company, a Saudi entity servicing the mining industry. Under this joint venture, Syrah will hold 80% ownership and Mashoura 20% ownership of the Saudi tenements. Joint venture documentation is now being completed for the proposed partnership.

Exploration – Australian Projects

Lyndhurst

Joint venture agreements relating to the joint ventures with Zurich Resources Pty Ltd on the Lyndhurst and Lyndhurst South tenements have been prepared and are in the process of being executed.

Zurich will commence field activities early in the January quarter, including mapping of recorded oxide occurrences, as a precursor to defining targets for sulphide exploration and setting up for proposed geophysical programs.

Archie-Mackenzie

Syrah commenced relinquishment of the Archie and Mackenzie exploration licences during the quarter.

Levuka

Relinquishment of the Levuka and Levuka South exploration licences is in progress.



At the Syrah/Mashoura booth at MENA-Ex 2010 Conference in Jeddah. From the left: Tom Eadie (Syrah Chairman), Dr Hussein Sabri (MD of explorer Petro-Hunt), Al Workman (WGM Consulting), Alistair Campbell (Syrah MD), Yaser Habes (Chairman of Syrah's JV partner, Mashoura) and Mike Ware (Syrah's Exploration Manager for Saudi).



Initial field examination of one of Syrah's many areas of interest in Saudi Arabia.

Corporate

Syrah successfully raised \$810,000 with Shaw Stockbroking during the quarter. Syrah's cash holdings increased to \$2.21 million at 31 December 2009. The Company now has 34,500,005 shares on issue.

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
Mr David Ogg – Company Secretary