



24th June 2009

The Manager Announcements
Company Announcements Office
ASX Limited

Dear Sir/Madam,

Re: Grant of Options to CEO

Syrah Resources Ltd advises that it has recently conducted an independent review of the Company's remuneration policy, and has revised the basis of remuneration of both executive and non executive directors.

As a result of this review, the cash compensation to the Managing Director, Mr Alistair Campbell, has been reduced, and additional options have been granted to Mr Campbell.

In accordance with Listing Rule 3.10.3, the Company advises that the directors (other than Mr Campbell, who was not present) have resolved to grant options to the Managing Director as follows:

1. 1,000,000 unlisted options exercisable at 4 cents each, at any time between 1st December 2009 and the expiry date of 31st July 2014.
2. The options were issued for no consideration.
3. None of the above options were granted under the Employee Option Plan, but as a separate remuneration review. As the grant has been made to a director, approval will be sought from shareholders, no later than at the Company's next AGM.

The Company also advises that 250,000 options previously issued to an employee under the Employee Option Plan have now lapsed under the terms of that Plan. As a result, total options currently on issue are 2,250,000, with an exercise price of 25c and an expiry date of 31st July 2012. Following approval of shareholders to the grant of options to the Managing Director, there will then be an additional 1,000,000 options on issue with an exercise price of 4c and an expiry date of 31st July 2014. None of the options are or will be listed.

Yours faithfully

A handwritten signature in black ink that reads "David L Ogg".

David L Ogg
Company Secretary