



**ASX: RES**

24 June 2010

**ASX Release**

## **Key approval to facilitate Boikarabelo development**

Resource Generation Limited today received Section 11 approval from the Department of Mineral Resources in South Africa to increase its shareholding in the Ledjadja tenements from 49% to 74%. The Ledjadja tenements, which form part of Resource Generation's Boikarabelo mine development, contain a probable reserve of 302.4 million tonnes in 16% of the shallow coal bearing area plus an inferred resource of 1.7 billion tonnes in 84% of the area. Including the Waterberg One coal tenements, the entire Boikarabelo project contains 603.3 million tonnes of probable reserves plus an indicated resource of 569.5 million tonnes plus an inferred resource of 1.7 billion tonnes.

Resource Generation's ability to increase its shareholding to 74% is subject to a minimum expenditure condition that has already been met, so the company's shareholding will now increase to 65%. The additional 9% is subject to other arrangements which will be addressed in the near future.

Paul Jury, managing director, said: 'I am delighted to receive this approval which provides another step forward in the development of the Boikarabelo project and demonstrates the ability to overcome perceived sovereign risk.'

*Information in this release that relates to exploration results, mineral resources or ore reserves is based on information compiled by Mr Dawie Van Wyk who is a consultant to the Company and is a member of a Recognised Overseas Professional Organisation. Mr Van Wyk has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Van Wyk has given and has not withdrawn his consent to the inclusion in the release of the matters based on his information in the form and context in which it appears.*

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*Resource Generation has coal interests in South Africa and Tasmania. Its current priority is to develop its resources in the Waterberg region of South Africa.*