

NEWS

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DIVERSION PROJECT TO INCREASE RESERVES AT WESFARMERS' CURRAGH MINE

Wesfarmers Limited has approved a major project to expand the reserves of its Curragh mine in Queensland.

The \$130 million project will see the diversion of Blackwater Creek located within Curragh's existing mining leases which in turn will allow access, when the project is completed, to approximately 47 million tonnes¹ of run-of-mine coal (36.8 million tonnes product coal), of which some 65 per cent is high quality hard coking coal.

Upon completion the project is expected to increase reserves for the Curragh mine by 47 million tonnes as well as delivering operational efficiencies.

Regulatory approvals for the diversion of Blackwater Creek have been obtained from the Federal Minister for the Department of Environment, Heritage and the Arts, the Queensland Environmental Protection Authority and the Queensland Department of Natural Resources and Water.

Curragh has selected Downer EDI Mining Pty Ltd, a subsidiary of Downer EDI Limited, to undertake the project works which are expected to be completed within the last quarter 2009.

Revegetation works will occur progressively until December 2010 when it is anticipated that the project will be completed.

The optimisation of reserves at the Curragh mine through the diversion of Blackwater Creek will allow Curragh to continue to export coal at 7mtpa, with a consistent higher proportion of high quality hard coking coal, through to 2025.

The project reinforces Wesfarmers commitment to maximising the potential of the Curragh mine and adding value for its shareholders.

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¹ The reference to coal resources or reserves in this report has been produced in accordance with the Australasian Code of reporting of Exploration Results, Mineral Resources and Ore Reserves, December 2004 (the 'JORC Code').

The information in this report is based on information compiled by Paul O'Loughlin (Member AusIMM) who is a full time Employee of Curragh Queensland Mining Pty Ltd, a wholly owned subsidiary of Wesfarmers Curragh Pty Ltd and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined by the JORC Code. Paul O'Loughlin has consented to the inclusion in the report of the matters based on his information in the form and context in which it appears.