

Ore Reserve Statement

Copper

Region	Project	Reported Cut-off	Commodity	Proved	Probable	Total
Tritton Copper Operation	Tritton Underground	Variable Cu	Tonnes (kt)	1,400	6,520	7,920
			Cu (%)	2.4	1.7	1.8
			Cu recovered (t)	32,000	102,000	134,000
	Murrawombie Underground	Variable Cu	Tonnes (kt)		1,490	1,490
			Cu (%)		1.6	1.6
			Cu recovered (t)		23,000	23,000
	North East	Variable Cu	Tonnes (kt)	270	410	680
			Cu (%)	1.9	1.5	1.6
			Cu recovered (t)	5,000	6,000	11,000
	Larsens	Variable Cu	Tonnes (kt)		310	310
			Cu (%)		1.5	1.5
			Cu recovered (t)		4,000	4,000
Grand Total (Tritton Operations)	Variable Cu	Tonnes (kt)	1,670	8,730	10,400	
		Cu (%)	2.3	1.6	1.8	
		Cu recovered (t)	37,000	135,000	172,000	

Precious Metals – Gold and Silver

Region	Project	Reported Cut-off	Commodity	Proved	Probable	Total
Mt Muro	Seurujan	Variable AuEq	Tonnes (kt)		3,170	3,170
			Au (g/t)		2.6	2.6
			Ag (g/t)		73	73
			Au recovered (oz)		244,000	244,000
			Ag recovered (oz)		5,380,000	5,380,000
	Bantian	Variable AuEq	Tonnes (kt)		1,800	1,800
			Au (g/t)		1.5	1.5
			Ag (g/t)		37	37
			Au recovered (oz)		80,000	80,000
			Ag recovered (oz)		1,500,000	1,500,000
	Other Pits	Variable AuEq	Tonnes (kt)		440	440
			Au (g/t)		2.8	2.8
			Ag (g/t)		44	44
			Au recovered (oz)		34,000	34,000
			Ag recovered (oz)		440,000	440,000
Soan Underground	Variable AuEq	Tonnes (kt)		520	520	
		Au (g/t)		5.2	5.2	
		Ag (g/t)		64	64	
		Au recovered (oz)		80,000	80,000	
		Ag recovered (oz)		740,000	740,000	
Grand Total (Mt Muro)	Variable AuEq	Tonnes (kt)		5,930	5,930	
		Au (g/t)		2.5	2.5	
		Ag (g/t)		59	59	
		Au recovered (oz)		438,000	438,000	
		Ag recovered (oz)		8,060,000	8,060,000	

Ore Reserve Statement

Strategic Metals – Antimony/Gold

Region	Project	Reported Cut-off	Commodity	Proved	Probable	Total
Hillgrove Antimony/ Gold Operation	Metz	Variable AuEq	Tonnes (kt)	202	435	637
			Au (g/t)	2.5	3.2	3.0
			Sb (%)	3.2	2.2	2.5
			Au recovered (oz)	13,500	37,200	50,700
			Sb recovered (t)	5,400	8,000	13,400
	Other	Variable AuEq	Tonnes (kt)	130	1,374	1,504
			Au (g/t)	6.1	4.0	4.2
			Sb (%)	1.1	2.0	1.9
			Au recovered (oz)	21,200	146,600	167,800
			Sb recovered (t)	1,200	23,200	24,400
	Stockpiles	Variable AuEq	Tonnes (kt)	54		54
			Au (g/t)	2.0		2.0
			Sb (%)	2.2		2.2
			Au recovered (oz)	2,900		2,900
			Sb recovered (t)	1,000		1,000
Grand Total (Hillgrove)	Variable AuEq	Tonnes (kt)	386	1,809	2,195	
		Au (g/t)	3.6	3.8	3.8	
		Sb (%)	2.4	2.1	2.1	
		Au recovered (oz)	37,600	183,800	221,400	
		Sb recovered (t)	7,600	31,200	38,800	

Notes on the Ore Reserves:

The information in this report that relates to Ore Reserves is based on information compiled by Peter Storey, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Storey is a full-time employee of Straits Resources Limited and has sufficient experience relevant to the style of mineralisation, type of deposit under consideration and to the activity which he is undertaken to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Storey consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Mineral Resources are inclusive of Ore Reserves.

Discrepancies in summations may occur due to rounding.

Tritton Copper Operation

Commodity prices adopted for the estimation of Tritton Copper Operation ore reserves are Cu: US\$ 4.00/lb and a USD:AUD foreign exchange rate of 1:0.90.

A metallurgical recovery of 94.0% has been applied to estimate copper metal recovered.

The mining method at Tritton is primarily transverse long hole open stoping with paste fill. Ore reserves for all other mines assume the planned use of long hole open stoping with pillars. Proven and Probable Ore Reserves at the Tritton Copper Operation are defined by designing mining excavations based on mine cut-off grades of 1.0 to 1.2 % Cu, incorporating planned dilution to achieve final stope and development designs.

Mine design factors are applied subject to orebody geometry and characteristics, and are summarised below.

	Planned Dilution	Mine Recovery
Tritton and NE Proven	5 to 10% subject to geometry	95%
Tritton and NE Probable	0.5 m Footwall, 1.0 m Hangingwall	95%
Murrawombie Probable	1.0 m Footwall, 1.0 m Hangingwall	93%
Larsons Probable	1.0 m Footwall, 1.0 m Hangingwall	80%

Tritton and North East Reserves are based on the development and stoping positions as at 30 June 2011.

Mt Muro Gold Operation

Commodity prices adopted for the estimation of the Mt Muro Gold Operation ore reserves were US\$1,300 / Au ounce and US\$28 / Ag ounce for the Serujan and Bantian deposits.

Commodity prices adopted for Soan and "Other", which comprises the Langantihan, Anak, Dua and Hulubai deposits and whose ore reserves were estimated during 2010, were USD\$1,000 / oz and USD\$15 / oz for gold and silver respectively.

Open pit ore reserves for Bantian and Serujan were based on pit designs from Whittle Four-X optimised pit shells. Mining dilution is applied at the resource modeling phase and 5% ore loss was applied when optimising. Metallurgical recoveries were based on historical averages of 93% recovery for gold and 72% recovery for silver.

Open pit ore reserves for deposits within the "Other" classification were based on pit designs from Whittle Four-X optimised pit shells. Mining dilution and mine recoveries were related to vein widths and have been applied at between 10 to 50% and 85 to 95% respectively. Metallurgical recoveries were based on 90 to 92% recovery for gold and 65 to 72% recovery for silver.

Underground ore reserves for the Soan deposit were estimated by constructing mine excavation designs using a 3.00 g/tonne Au cut-off grade. Final stope designs incorporate 15% mining dilution. Mine recoveries of 95% were applied, and metallurgical recoveries of 91% recovery for gold and 70% recovery for silver were applied based on metallurgical testwork.

Where gold equivalent (AuEq) is quoted the gold to silver ratio is based on US\$1,300 for gold and US\$28 for silver. Processing recoveries for the AuEq cut off values have not been applied.

Hillgrove Antimony and Gold Operation

Commodity prices adopted for the estimation of the Hillgrove Gold Operation ore reserves were AU\$1,000 / oz Au and AU\$5,500 / tonne antimony.

Hillgrove ore reserves were estimated based on the use of long hole open stoping as the primary mining method. Using the above pricing, resource models were expanded where required to the minimum mining width of 1.8 metres, before a 5.0 g/tonne AuEq cut-off grade was applied to generate preliminary stope designs.

Final stope designs incorporate 0.25 metres of planned dilution to both hangingwall and footwall.

Mine recoveries of 98% and metallurgical recoveries of 84% for antimony in concentrate and 83% for gold in concentrate were applied.

Hillgrove, "Other" ore reserves represents the Brackins Spur, Bakers Creek, Smiths-Freehold and Eleanora mining centres (Upper and Lower), whilst the "Metz" classification represents the Syndicate, Blacklode, Cox's Reef, Prendergasts and Austins deposits.