



Meanwhile, **Fox Resources** has struck a JV deal with Breeton, a company associated with Queensland mining investor Sam Chong, over the Mt Oscar magnetite project in WA.

Under the terms of the deal, Breeton will earn a 60% interest in the project (for iron ore only) by making an up-front payment of \$A3 million and providing \$20 million on an earn-in basis through sole funding development work over the next five years.

In addition, Breeton will subscribe for 33.78 million fully paid Fox ordinary shares at a price of 15c together with one free attaching option exercisable at 30c on or before March 31, 2011, which will raise \$5.07 million and be used to advance Fox's heap leaching project.

Mt Oscar has total resources, based on a 20% iron cut-off grade, of 72.4Mt at 34% iron or an iron concentrate grade of 59.7%.