

Frequently Asked Questions



Administrator's Update to Shareholders

Australian Zircon NL (Administrator Appointed) ("The Company")

ACN 063 389 079

ASX code: AZC ("The Company")

22 February 2010

What was the outcome of the reconvened second creditors' meeting?

The reconvened second meeting of creditors of the Company was held on Thursday, 18 February 2010. At the meeting, creditors resolved that the Company execute the Deed of Company Arrangement ("DOCA") proposed by the Company's largest shareholder DCM Decometal GmbH ("DCM").

When will the DOCA be executed?

The DOCA is required to be executed by the Company within 15 business days of the reconvened second creditors meeting and it is anticipated that the DOCA will be executed by close of business on 26 February 2010. The DOCA will allow the Deed Administrator time to conclude the dealings and negotiations in relation to the restructuring process.

Who can I contact for further information?

The Administrator will provide further updates by way of announcements to the ASX. Shareholders are requested to refrain from contacting the Administrator's office at this time to allow the Administrator and his staff to focus on the assets and affairs of the Company and with a view of maximising the outcome for all parties. Any urgent queries should be directed to Miss Claire Purvis of the Pitcher Partners Perth office on (08) 9322 2022.

BRYAN HUGHES
ADMINISTRATOR