

AustralianZircon

NL ABN 60 063 389 079

Level 6 West, 50 Grenfell St.
ADELAIDE SA 5000
tel: (08) 8410 8884
fax: (08) 8410 8885
email: info@auzircon.com.au
web: www.auzircon.com.au

29 June 2011

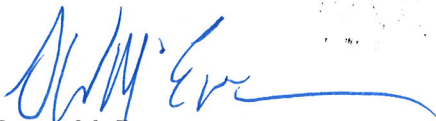
The Manager
Company Announcements
ASX Limited

RE: Establishment of Joint Venture

Pursuant to agreements entered into by Australian Zircon NL ("AZC") with Orient Zirconic Resources (Australia) Pty Limited ("OZ") in November 2010, OZ elected to create a joint venture whereby all AZC's assets excluding WIM150 assets are transferred to a joint venture entity (Murray Zircon Pty Limited, "MZL"). MZL has been established as a result of all legal conditions precedent being met and AZC has a 35% equity in MZL. MZL has appointed Mr Richard Fagan as the General Manager of Operations to undertake a feasibility study into recommissioning the Mindarie mine. Mr Fagan has over 20 years international experience in mineral sand mining and processing.

The company's registered office has changed to Level 6, West, 50 Grenfell Street, Adelaide SA 5000.

Yours Faithfully



Steve McEwen
Company Secretary