

Media Release

AMEC and GHD awarded next phase of Southdown magnetite project, Australia

Perth, Australia (14 June 2011) AMEC, the international engineering and project management company, today announced that its minerals and metals business AMEC Minproc, in joint venture with consulting company GHD, has been awarded the definitive feasibility study by the Southdown Magnetite JV for the Southdown magnetite iron ore project, near Albany in the south west of Western Australia.

The value of the contract has not been announced.

The Southdown Magnetite JV is a joint venture between Grange Resources (70 per cent) and Sojitz Resources and Technology Pty Ltd (30 per cent).

The contract award follows the successful completion in 2010 of the prefeasibility study by the MAGJV, a joint venture between AMEC Minproc and GHD.

The scope of work will include engineering and cost definition of the single go-forward option identified during the prefeasibility study phase. Work will commence immediately, with expected completion in December 2011.

AMEC Minproc President Malcolm Brown said: "The Southdown magnetite project will be a significant development in Western Australia and one that AMEC Minproc is pleased to have been selected to deliver".

"Iron ore has become a substantial proportion of our workload and this award recognises our expertise in the commodity, specifically in magnetite which requires large scale process development and design expertise.

"Working closely with GHD, a leading engineering, architecture and environmental consulting company, we are drawing on our 30 years of industry experience to assist the Southdown Magnetite JV in bringing the project closer to production."

GHD Operations Manager Craig Walkemeyer said: "GHD is particularly pleased to continue working with AMEC Minproc in assisting SDJV with the Southdown project. AMEC and GHD have complementary skills, which facilitated the successful completion of the prefeasibility study last year. Our appointment for the definitive feasibility study represents continuing recognition of our non-process infrastructure skills for large scale mineral projects in Western Australia.

Grange CEO Russell Clark added: “Grange is very pleased to have appointed two very capable engineering companies with specialist magnetite experience to further develop the Southdown project.”

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Media contacts:

Brittni Baum: +61 (0) 8 9347 4777; brittni.baum@amec.com

Jane Gospel: +44 (0)207 539 1082; jane.gospel@amec.com

Notes to Editors:

AMEC (LSE: AMEC) is a focused supplier of high-value consultancy, engineering and project management services to the world’s oil and gas, minerals and metals, clean energy, water and environmental sectors. With annual revenues of almost £3 billion, AMEC designs, delivers and maintains strategic and complex assets for its customers. The company employs over 25,000 people in around 40 countries worldwide. See amec.com

AMEC in Australia: AMEC has been operating in Australia since 1940 and provides engineering and consulting services to many different sectors including oil & gas and mining. AMEC Minproc provides engineering and project delivery services, specialising in design, procurement and construction of mineral resources projects. AMEC’s Australian oil & gas business, which includes AMEC Zektin and S2V Consulting provides engineering, project management and consulting services to upstream and downstream assets across both onshore and offshore industry sectors. Aquenta Consulting (formerly Currie & Brown (Australia)), is a provider of independent cost, contract and consulting services to the oil and gas, mining, building, transport, utilities and infrastructure sectors.

GHD is one of the world’s leading engineering, architecture and environmental consulting companies. Wholly-owned by its people, GHD is focused exclusively on client success. Our network of 6000 professionals collaborate to deliver sustainable outcomes to communities and clients in the global markets of water, energy and resources, environment, property and buildings, and transportation. GHD is recognised for its commitment to sustainable development, safety and innovation. We care for the wellbeing of our people, communities and the environments in which we operate.

Grange Resources is Australia’s leading magnetite producer and the only commercial producer of magnetite pellets in Australia and combines both mining and pellet production expertise. Development of Southdown will see Grange Resources becoming one of the major suppliers of quality iron ore pellets in the region.