

MARKET RELEASE

23 July 2010

ROCKLANDS GROUP COPPER PROJECT

Basic Engineering Design Contract Signed with Sinosteel Group

CuDeco is pleased to advise its shareholders that a contract for the Basic Engineering Design for the Rocklands Group Copper Project located near Cloncurry in NW Queensland, Australia, has been signed between CuDeco Ltd and Sinosteel Equipment and Engineering Co Ltd. The contract covers the design and engineering for the copper/gold/cobalt concentrator plant and auxiliary facilities, based on a production throughput of 10,000 tonnes per day.

The basic design covers, primary and secondary crushing, high pressure grinding rolls tertiary crushing, screening, gravity separation, grinding circuit, flotation circuits, concentrate filter circuit, tailings thickening and pumping and fire protection. The service facilities also covered in the contract include process water systems, control systems, electrical distribution including main transformers and substations, tailings slurry pipeline and tailings water return including pumping stations, and reagent storage facilities.

Process Design

The process design is to be based on process flow sheets and equipment sizing data provided by Lycopodium Minerals Queensland Pty Ltd, which is responsible for the completion of the DFS currently in its final stages.

Sinosteel Engineering and Equipment Co. Ltd

Sinosteel is the second largest mining, manufacturing and contracting company in the Republic of China with an annual turnover of \$US20b annually. The Sinosteel Technical Team has been in Australia carrying out site visits and negotiations for the past 10 days and consist of Sinosteel and its affiliate companies, China Nerin Engineering Co Ltd, China's largest metallurgical design company which recently undertook process design for the BHP/Billiton's Olympic Dam Expansion Project and MCC20, one of China's largest construction companies.

Rocklands Group Copper Project

The Rocklands Group Copper Project is located 15 km west of the township of Cloncurry and 90 km east of Mt Isa in NW Queensland Australia. The project is located close to the rail and has secured a rail spur and storage facility in Cloncurry, and the land for storage and shiploading facilities at the Townsville Port via an agreement with the Townsville Port Authority for the transport and shipping of its copper, copper-gold and cobalt products. The lease at the Port is for a period of 30 years. The company has now completed its drilling to upgrade the resource from inferred category to measured category. The company has also carried out extensive drilling and exploration on other zones of mineralization within the Rocklands Mining Tenement. The Rocklands Project is expected to commence mining in 2011 with commencement of commission of the operation from mid 2012 at an initial processing rate of 10,000 tonnes per day. The company has already purchased more than 90% of the mining, earthmoving, trucking and road building equipment for the project.

The Rocklands Copper Project is expected to be a very low cost operation, with the orebodies commencing at surface and having a low mining strip ratio.

Lycopodium will remain the Company's engineering consultants through the design, construction and commissioning phases of the project.

Yours faithfully



Wayne McCrae
Chairman