

ASX Announcement

7th February 2011

FERTILISER ADVISORY AND AGENCY AGREEMENT WITH RLF GROUP - CHINA, AUSTRALIA

- **The RLF Group is a fertiliser manufacturer, agent and distributor.**
- **It supplies fertilizer to some of the largest consumers of urea in China.**
- **This is a key step for Liberty to develop a world class fertiliser export industry in Queensland.**
- **It will also assist Liberty in negotiating project finance for the urea fertiliser projects.**

Liberty Resources Limited (ASX:LBY) is pleased to announce that it has signed an international Advisory and Agency agreement with Rural Liquid Fertilisers Pty Ltd (RLF) and Rural Liquid Fertilisers China (Kaifeng) Co. Ltd (RLF China).

Managing Director of Liberty Resources, Andrew Haythorpe said the agreement between Liberty Resources Ltd and the RLF Group will expedite project finance and offtake discussions for the Company's proposed Urea fertiliser industry in Queensland.

"The partnership with the RLF Group will give us unprecedented access to large and well established fertiliser producers and distributors" he said. "The RLF Group will also assist with strategy, advice and management of Liberty's future Urea production and marketing activities."

"This is an invaluable step towards Liberty delivering its project opportunities in Queensland" Mr Haythorpe said yesterday.

RLF is an ISO-9002 quality assured world-class manufacturer and supplier of crop nutrition products. RLF has an established network of Chinese government and industry alliances which provide Liberty with an excellent marketing and distribution platform for future Liberty fertiliser product.

Directors

Andrew Haythorpe
Managing Director/Chairman

Michael Fry
Non-Executive Director

James Becke
Non-Executive Director
Liberty Resources Limited
ABN 98 103 348 947

Through its primary China distribution partner, Sinochem Group, RLF has access to more than 2300 Sinochem branded distribution centres and 40,000 Chinese agricultural fertiliser and chemical retailers. Sinofert (a Sinochem Chinese subsidiary) sells more than 15 million tonnes of granular fertiliser annually.

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Sourcing down under.

Managing Director of the RLF Group, Mr Ken Hancock said the Liberty Resources syngas urea project represents an exciting opportunity for Australia to become a significant supplier in the global fertiliser market with a particular focus on the growing consumption requirements for urea in Asia.

"RLF's experience in fertiliser manufacturing, procurement and distribution combined with an established network of government and industry contacts and local presence is expected to assist Liberty Resources to quickly gain access to some of the largest consumers of urea in China" he said. "I'm very pleased to be making this joint announcement with Liberty Resources" said Mr Hancock today.

About Rural Liquid Fertilisers Pty Ltd (RLF)

Rural Liquid Fertilisers Pty Ltd (RLF) is an ISO-9002 quality assured world-class manufacturer and supplier of crop nutrition products for the dry-land and irrigated broad acre, horticultural and pasture cropping markets.

First established in Australia in 1993, RLF provides an extensive range of proprietary crop nutrition products to both retail and wholesale distribution channels in Australia and the Peoples Republic of China (PRC).

Today RLF procures, manufactures and markets a comprehensive range of fertilisers including NPK granular fertilisers, water soluble powders and high analysis liquid compound fertilisers.

RLF has exported world-leading products and licensed technology to major international markets including the USA and United Kingdom. In 2003, RLF commenced its long term investment into the People Republic of China and established a permanent presence in the country. Today, after many years of highly successful crop and product trials the company operates a Wholly Owned Foreign Enterprise (WOFE) in Mainland China that has local manufacturing and distribution capacity to service China's largest agricultural provinces.

The company is supported by a highly experienced team providing technical, manufacturing and in field support in both Australia and the Peoples Republic of China (PRC).

The company has distribution and manufacturing operations in Australia and Henan, China employing over 70 staff.

About Rural Liquid Fertilisers China (Kaifeng) Co. Ltd (RLF China)

Following construction, RLF China's manufacturing facility in Henan China was officially opened in January 2009 on a 40,000 square metre site that includes a technical laboratory, modern manufacturing and distribution centre and product demonstration and trial area. The second stage of development for the site allows for expansion into granular fertiliser bulk blending, bagging, storage and distribution for the China market.

Located in central China, Henan is the most populated province in China with more than 100 million people and is also the largest urea market consuming more than 10% of China's total urea production which now exceeds 60 million tonnes per annum according to data released by CINC.

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About Sinochem Group

Sinochem is a "Fortune 500 Global" Company and China's largest integrated agricultural products and fertiliser supplier with listed subsidiary Sinofert Holdings Ltd. Sinochem is a key State Owned Enterprise under the supervision of the State-owned Assets Supervision and Administration Commission of the State Council (SASAC).

RLF Products

RLF products are marketed under the following Brands;

- **RLF** – Broad Spectrum Fertilisers
- **Unichem** – High Analysis Liquids & Water Solubles
- **Maxifert** – Granular Fertilisers
- **Chemstar** – Crop Protection Chemicals

In Australia the company markets through Elders, Landmark, Independent Retailers and direct to farm working with some of Australia's largest growers.

RLF distributes Mosaic Inc granular fertiliser products on the East Coast of Australia and South Australia, as well as Incitec Pivot liquid urea and Ammonia Nitrate.

RLF Advisory

RLF has a team of people working both in China and Australia with extensive and long term industry knowledge and experience. These people have developed substantial experience over many decades in fertiliser product development, manufacture and distribution.

Through the companies' international distribution contacts, RLF provides access to some key organisations in the global fertiliser industry. These well established relationships are often based on a pre-existing distribution or purchase relationships with RLF products.

RLF Contact

Mr. Ken Hancock
Managing Director
Telephone: (08) 9227 1233
Rural Liquid Fertilisers Pty Limited

About Liberty

Liberty Resources is developing a world class Urea Project in Queensland by converting un-mineable coal into hydrogen syngas, which is used to produce low cost Urea. Urbanization, especially in China and India, is driving demand for food production and presents an immediate market for urea.

Clean Fuels, including hydrogen, also present commercial opportunities for refined syngas.

For more information on Liberty Resources, please visit the Company's website www.libertyresources.com.au

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For and on behalf of the board,

Andrew Haythorpe
Manager Director/Chairman
Liberty Resources

For and on behalf of the board,

Mr. Ken Hancock
Managing Director
Rural Liquid Fertilisers Pty Limited