



S T I R L I N G

17 December 2010

Manager of Company Announcements  
ASX Limited  
Level 6, 20 Bridge Street  
Sydney NSW 2000

By E-Lodgement

**Not for release or distribution in the United States**

**Lodgment of Prospectus - \$96 million raising**

**Key Points:**

- **Prospectus lodged for \$96 million raising;**
- **Shareholder meeting to approve the acquisition of DMC Mining Limited ("DMC Mining") to be held on 20 December 2010; and**
- **Anticipated re-quotations of the Company under its new name African Iron Limited on ASX by mid-January 2011.**

Stirling Minerals Limited (ASX: SMZ) ("Stirling" or the "Company") is pleased to announce that it lodged a prospectus with the ASIC today for the offer of 320,000,000 post consolidated shares at an issue price of \$0.30 per share to raise \$96,000,000 ("Offer").

The funds raised pursuant to the Offer will be used towards funding the acquisition by the Company of 100% of DMC Mining from Cape Lambert Resources Limited ("Cape Lambert") and exploration and assessment of the Mayoko Iron Ore Project located in the Republic of Congo ("Mayoko Project").

As announced on 5 November 2010, the Company entered into an agreement to acquire DMC Mining from Cape Lambert ("Acquisition") subject to satisfaction of a number of conditions precedent including the Company completing a placement of shares to raise not less than \$96,000,000.

As detailed in the prospectus, DMC Mining's principal asset is its current 80% interest in the Mayoko Project. The Mayoko Project represents a near term development opportunity in an emerging iron ore province in West Africa. Unlike other iron ore projects in the region, it has excellent infrastructure endowment with a nearby underutilised, heavy haulage mineral railway passing within 2km of the main prospect at Mt Lekoumou and terminating at the port of Pointe Noire on the Atlantic Ocean.



Completion of the Offer and the acquisition of DMC Mining is subject to shareholder approval at a general meeting of shareholders to be held on 20 December 2010 ("**General Meeting**").

Shares in the Company will be suspended from trading from the General Meeting and will remain in suspension until the Company re-complies with Chapters 1 and 2 of the ASX Listing Rules, which includes a consolidation of the Company's capital on a 6.75 for 10 basis.

The Offer will close on 6 January 2010 and the Company anticipates being re-quoted on ASX by mid-January 2011 under the new name "African Iron Limited" (ASX: AKI).

Yours faithfully  
Stirling Minerals Limited

A handwritten signature in black ink, appearing to read "Tony King", written over a horizontal line.

**Tony King**  
**Managing Director**

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