



Poseidon Rising

Annual General Meeting
22 November 2011

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Project Highlights

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**Harbinger to Fund \$20m Convertible Note
at 42% Premium to Share Price**

December 2010

Cerberus Drilling Results Released. Grades up and now 110m from surface

January 2011



Mining Fleet on site and ready to commence refurbishment

February 2011



Project Highlights

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**Studies indicate US\$3.20 per pound nickel
due to low mining cost**

February 2011

A photograph of an underground mine tunnel. Two workers in the foreground, wearing hard hats and safety gear, are looking up at a large, curved rock wall. The wall is covered in a dense grid of metal mesh, with several small, square, white reflective markers attached to it. The scene is dimly lit, with a bright light source visible in the background, creating a strong contrast and highlighting the texture of the rock and the mesh. The overall atmosphere is industrial and focused on safety and maintenance.

Underground Refurbishment Commences at Mount Windarra

March 2011

Biggest Yet Diamond Drill Programme for Windarra

March 2011



Project Highlights

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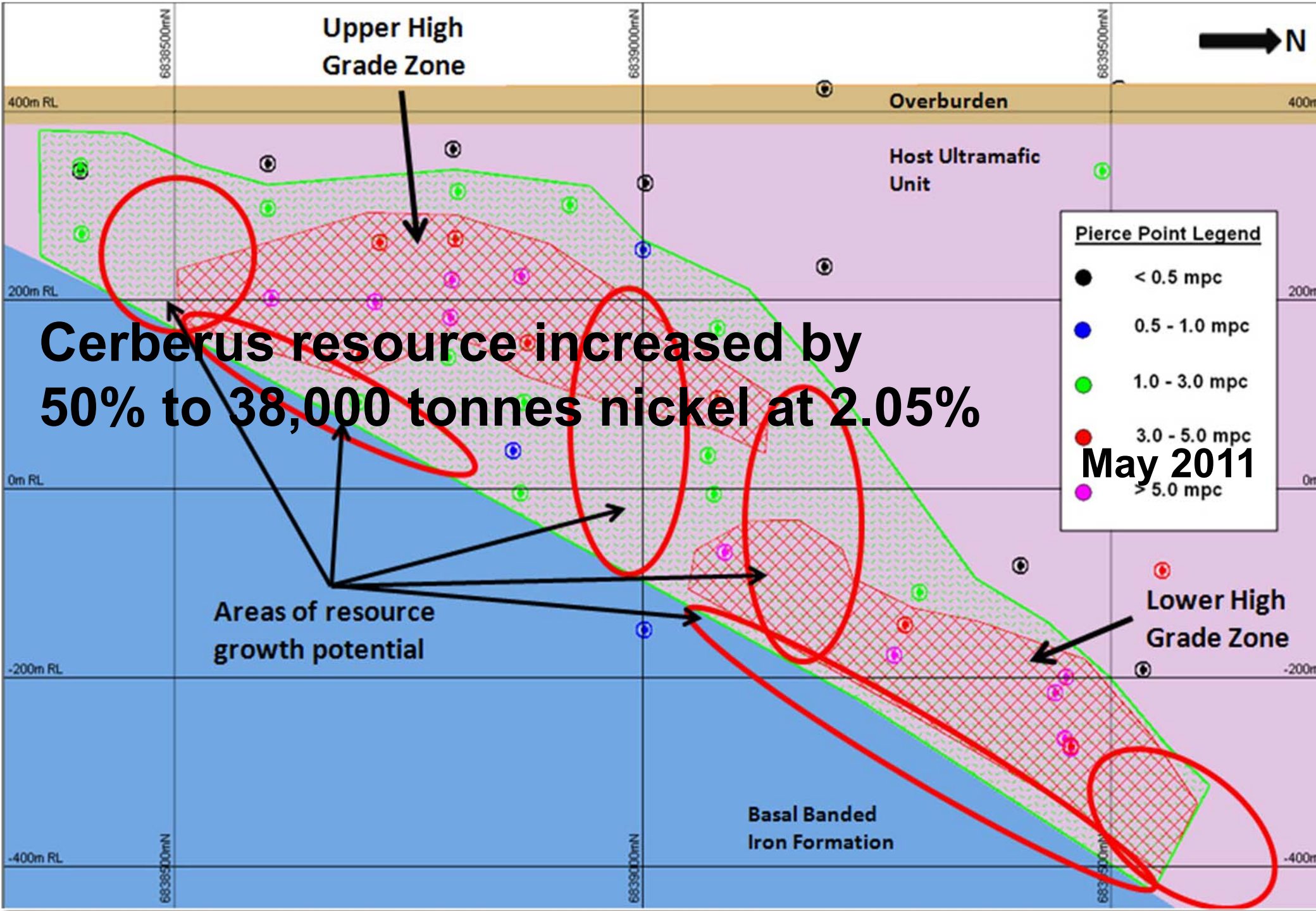
\$20m Funding Received Post EGM

April 2011



MOU with NFC of China to Supply and Finance Concentrator Plant

April 2011



Metallurgical Testing Confirms Cerberus Ore Potential

June 2011



On Site Accommodation Expansion Completed

June 2011



Electrical Power Installed at Windarra to Support Refurbishment Works

July 2011



Project Highlights

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Top Lode to Cerberus Resource Discovered Revealing further Extensions

October 2011

Poseidon to Double Proposed Mine Throughput

October 2011



Mount Windarra Mining Proposal Submitted to DSD. Cerberus by Year End

November 2011

Over 4 years we have built Australia's premier nickel sulphide explorer

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RESOURCE 2007*

Mt Windarra	NIL
Cerberus	Unknown
South Windarra	NIL

RESOURCE 2011*

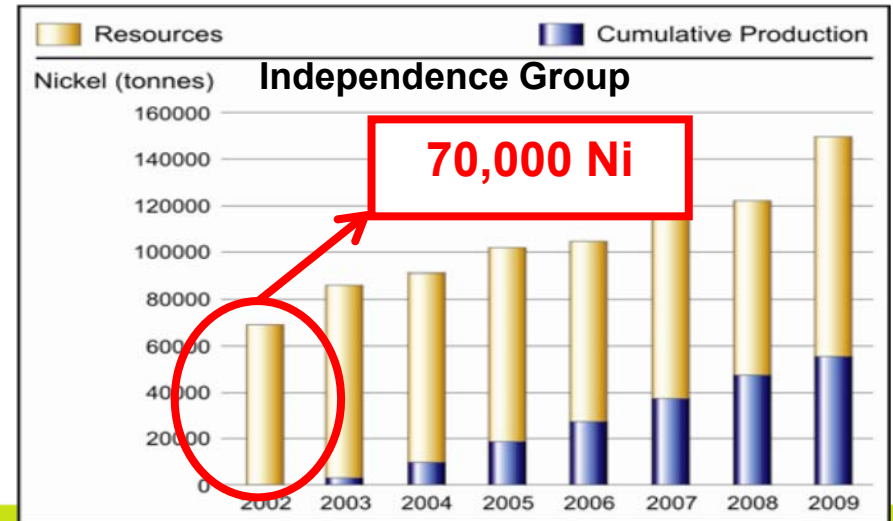
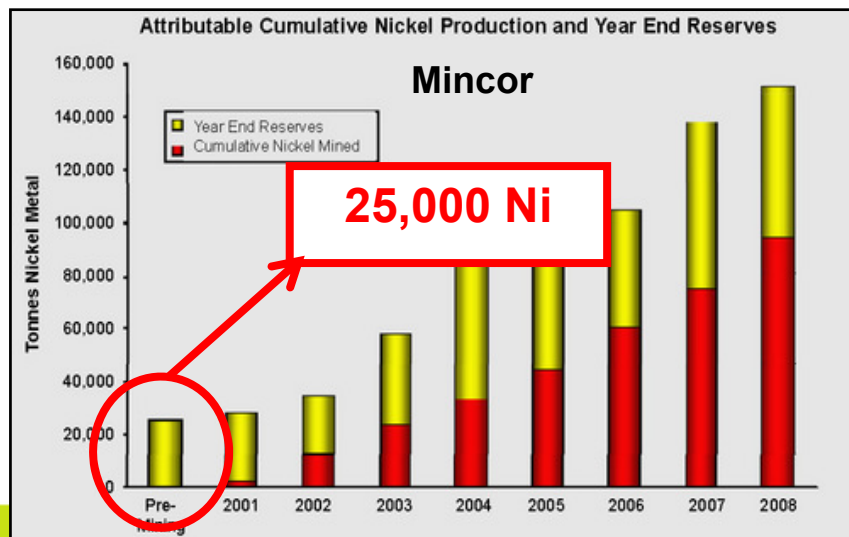
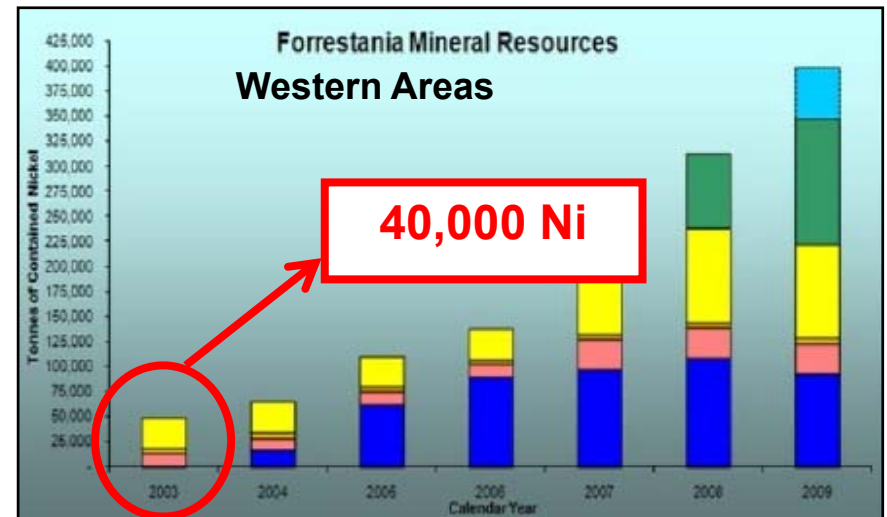
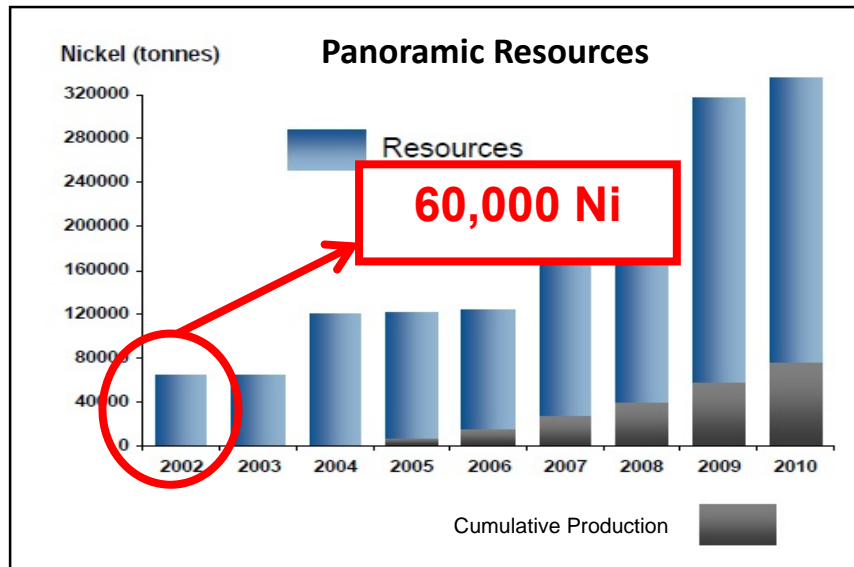
62,200 Ni @ 1.61%

38,000 Ni @ 2.05%

10,300 Ni @ 1.14%

Poseidon's 110,000 tonne nickel resource compares well with successful peers

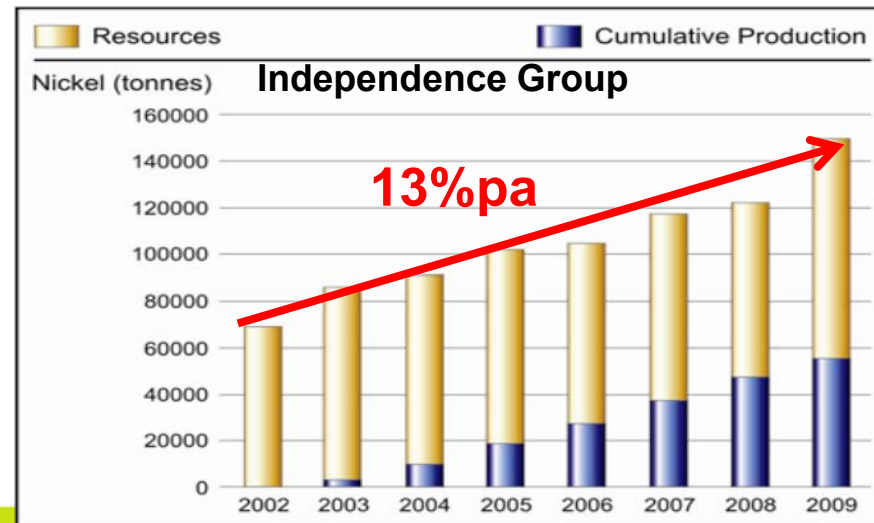
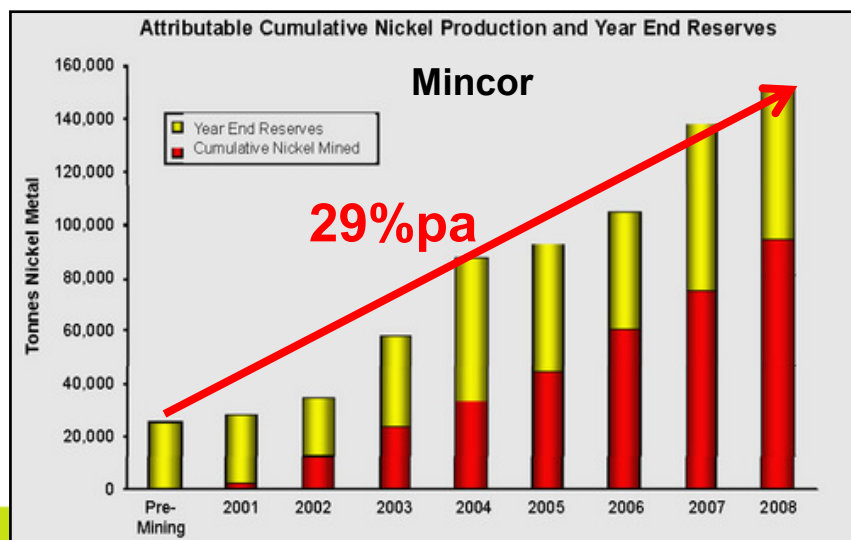
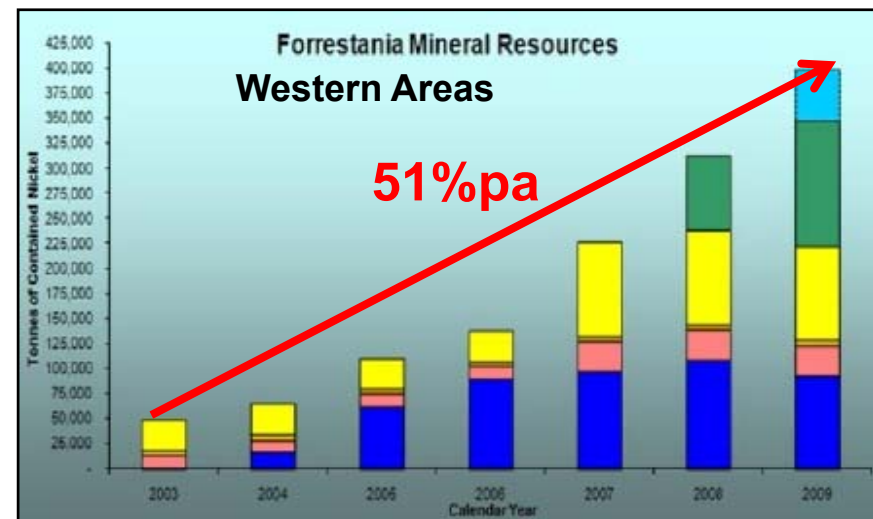
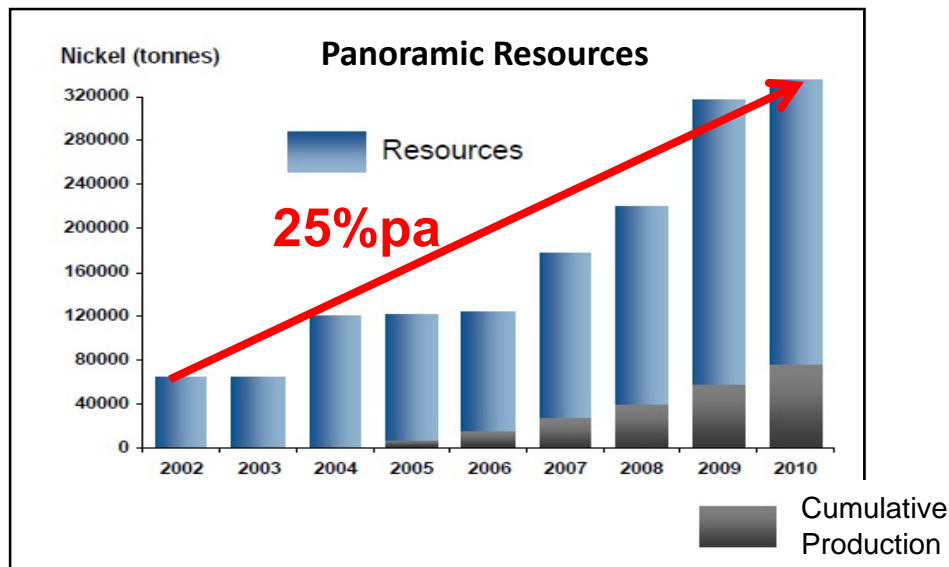
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Approximate pre-mining resources using publicly available information

West Australian Peers have extended mine life continuously in production

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% stated is the compound growth rate of the resource from start up and provides a useful indicator to what may happen at Windarra

Key Points

1. Mount Windarra & Cerberus to feed 700,000 T p.a. concentrator
2. Six & ten year initial resource at Mt Windarra & Cerberus
3. 12 months to Production from Financing
4. Cash cost <US\$3.20/lb average
5. China Non Ferrous (NFC) to build and fund concentrator*
6. Feasibility studies & Govt approval submissions end 2012

* See relevant announcement

The final refurbishment of the underground prior to restarting mining is underway

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- Mining & refurbishment equipment on site and in operation
- 300m vertical dewatered out of 550m
- Refurbishment will complete in 2012



Cerberus has advanced quickly

- Cerberus initial drill out now complete
- Final resource mine plan by end 2011
- Continues to surprise on upside with resource extensions considered likely
- Mining approval will be submitted to WA Government this year
- Plan to mine in tandem with Mt Windarra providing fee flexibility

New Build Concentrator will cost circa \$60m

- Concentrator will process Mt Windarra and Cerberus Ore to produce circa 10,000 tonnes nickel per year
- Plant low risk & well understood
- MOU signed with China Non Ferrous & Arccon (Australia) to:
 - provide fixed price turnkey concentrator plant
 - vendor finance package for approx 80% of cost over eight years

Project Economics for Various Nickel Processing Routes : 2011

Average Capital Intensity
World \approx \$10 - \$20/lb p.a.

\approx \$5.30/lb p.a

Sulphide Ore

Concentrator Heap Leach

Late

High P
Acid

1.5 to 2.5%

1.0 to 1.2%

1.0 to

5 - 10

20 - 25

40

\$10 - \$20

\$10 - \$20

\$25

\$5 to \$7

\$4 - \$5

\$4

\$4 - \$6

\$3 - \$4

\$3

Key Cash Cost target
World \$4-\$6/lb

\$3.20/lb

Payback period
(US\$10/lb)
World 2-7 years

<2 years

Payback period (years) no credits

2 - 7 years

2 - 4 years

4 - 10

based on \$10/lb Ni

with credits

2 - 5 years

2 - 3 years

3 - 5

Note: Excludes the cost of the nickel laterite mine - assumes Chinese buy in ore from third parties

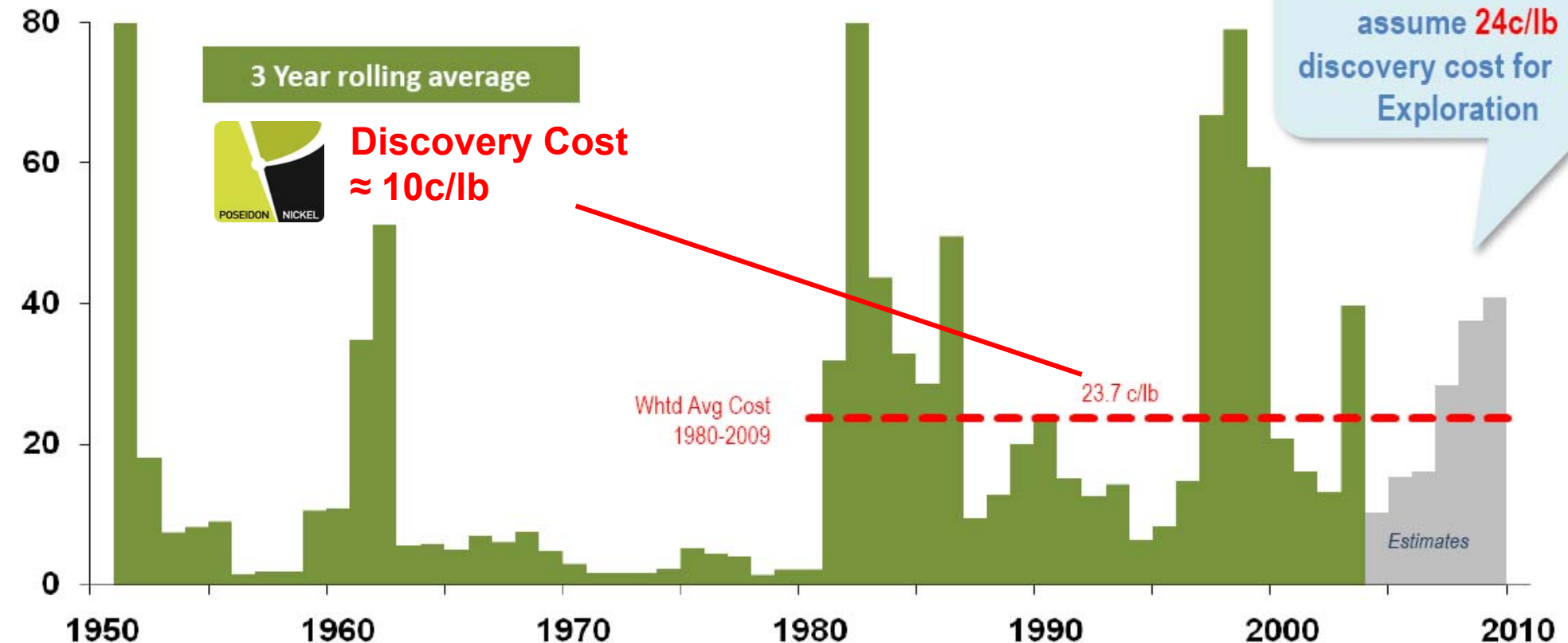
Caution: Indicative numbers only

Discovery costs for NiS in Western World

Discovery costs are very cyclical

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US Cents per lb Ni in 2010\$



Note: The reported costs exclude credits for by-product metal
Western World only

Source: MinEx Consulting Aug 2010

Summary

- 110,000 tonne Nickel Resource
- Mt Windarra and Cerberus to be developed in tandem
- 10,000 T Nickel Output (\$150m p.a.)
- C1 cost \$3.20/lb (payable \$6.70)
- \$150m capital to build (\$60m from Asset Lease finance)
- China Non Ferrous to vendor finance concentrator
- Offtake offers underway

Competent Person Statement

Windarra Nickel Project Sulphides	Cut Off Grade	Resource Category								
		Indicated			Inferred			TOTAL		
		Tonnes	Ni% Grade	Ni Metal t	Tonnes	Ni% Grade	Ni Metal t	Tonnes	Ni% Grade	Ni Metal t
Mt Windarra	0.75%	910,000	1.24	11,300	2,955,000	1.72	50,900	3,865,000	1.61	62,200
South Windarra	0.90%	820,326	1.15	9,434	82,404	1.05	864	902,730	1.14	10,300
Cerberus	1.25%	756,360	1.62	12,264	1,092,500	2.35	25,707	1,848,816	2.05	37,970
Total Sulphide		2,486,686	1.33	32,998	4,129,904	1.88	77,471	6,616,546	1.67	110,470

Note: The information in this report relates to Exploration Results and Mineral Resources based on information compiled by Mr N Hutchison, General Manager of Geology at Poseidon Nickel, who is a Member of The Australian Institute of Geoscientists and Mr I Glacken who is a Fellow of the Australasian Institute of Mining and Metallurgy as well as a full time employee of Optiro Pty Ltd. Mr Hutchison and Mr Glacken both have sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Mr Hutchison and Mr Glacken have consented to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Australian Securities Exchange has not reviewed and does not accept responsibility for the accuracy or adequacy of this release.



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Resolution 1

Adoption of Remuneration Report

FOR:	
CHAIRMAN'S DISCRETION	-
SHAREHOLDER	33,606,774
<u>TOTAL FOR</u>	<u>33,606,774</u>
AGAINST	1,398,117
ABSTAIN	11,232,361
PROXY DISCRETION	13,500

Resolution 2

Re-Election of Mr Richard Monti

FOR:	
CHAIRMAN'S DISCRETION	2,083,128
SHAREHOLDER	43,778,737
<u>TOTAL FOR</u>	<u>45,861,865</u>
AGAINST	303,345
ABSTAIN	85,542
PROXY DISCRETION	-

Resolution 3

Re-Election of Mr Christopher Indermaur

FOR:	
CHAIRMAN'S DISCRETION	2,102,128
SHAREHOLDER	43,772,711
<u>TOTAL FOR</u>	<u>45,874,839</u>
AGAINST	305,275
ABSTAIN	70,638
PROXY DISCRETION	-

Resolution 4

Adoption of Director Share Plan

FOR:	
CHAIRMAN'S DISCRETION	1,597,261
SHAREHOLDER	32,468,651
<u>TOTAL FOR</u>	<u>34,065,912</u>
AGAINST	1,612,103
ABSTAIN	10,559,237
PROXY DISCRETION	13,500

Resolution 5

Issue of Shares to Mr Richard Monti

FOR:	
CHAIRMAN'S DISCRETION	1,586,261
SHAREHOLDER	40,896,285
<u>TOTAL FOR</u>	<u>42,482,546</u>
AGAINST	1,669,278
ABSTAIN	2,085,428
PROXY DISCRETION	13,500

Resolution 6

Issue of Shares to Mr Andrew Forrest

FOR:	
CHAIRMAN'S DISCRETION SHAREHOLDER	1,586,261 37,021,781
<u>TOTAL FOR</u>	<u>38,608,042</u>
AGAINST	1,524,464
ABSTAIN	6,104,746
PROXY DISCRETION	13,500

Resolution 7

Issue of Shares to Mr Geoff Brayshaw

FOR:	
CHAIRMAN'S DISCRETION	1,586,261
SHAREHOLDER	41,081,969
<u>TOTAL FOR</u>	<u>42,668,230</u>
AGAINST	1,638,203
ABSTAIN	1,930,819
PROXY DISCRETION	13,500

Resolution 8

Issue of Shares to Mr Christopher Indermaur

FOR:	
CHAIRMAN'S DISCRETION	1,586,261
SHAREHOLDER	41,809,607
<u>TOTAL FOR</u>	<u>43,395,868</u>
AGAINST	1,478,828
ABSTAIN	1,362,556
PROXY DISCRETION	13,500

Resolution 9

Issue of Bonus Shares to Mr David Singleton

FOR:	
CHAIRMAN'S DISCRETION	1,586,261
SHAREHOLDER	39,870,327
<u>TOTAL FOR</u>	<u>41,456,588</u>
AGAINST	1,545,203
ABSTAIN	3,235,461
PROXY DISCRETION	13,500

Resolution 10

Cancellation of Partly Paid Shares

FOR:	
CHAIRMAN'S DISCRETION	2,154,063
SHAREHOLDER	43,115,571
<u>TOTAL FOR</u>	<u>45,269,634</u>
AGAINST	662,130
ABSTAIN	318,988
PROXY DISCRETION	-

Resolution 11

Cancellation of Amount Called but unpaid on Partly Paid Shares

FOR:	
CHAIRMAN'S DISCRETION	2,169,113
SHAREHOLDER	42,752,805
<u>TOTAL FOR</u>	<u>44,921,918</u>
AGAINST	817,846
ABSTAIN	510,988
PROXY DISCRETION	-



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