

Form 604
Corporations Act 2001
Section 671B

Notice of change of interests of substantial holder

To Company Name/Scheme Poseidon Nickel Limited

ACN/ARSN 060 525 206

This notice is given by the substantial holders and also for each other entity whose change in relevant interest is described in section 3.

1. Details of substantial holder (1)

Name Harbinger Capital Partners Master Fund I, Ltd. and Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.

ACN/ARSN (if applicable) N/A

There was a change in the interests of the substantial holder on 29/09/2010
The previous notice was given to the company on 18/08/2010
The previous notice was dated 18/08/2010

2. Previous and present voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in when last required, and when now required, to give a substantial holding notice to the company or scheme, are as follows:

Class of securities (4)	Previous notice		Present notice	
	Person's votes	Voting power (5)	Person's votes	Voting power (5)
Ordinary Shares	23,915,601	12.78% (based on 186,888,034 ordinary shares and 425,000 partly paid shares on issue)	21,138,907	11.29% (based on 186,888,034 ordinary shares and 425,000 partly paid shares on issue)

3. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest of the substantial holder or an associate in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

Date of change	Person whose relevant interest changed	Nature of change (6)	Consideration given in relation to change (7)	Class and number of securities affected	Person's votes affected
29/09/2010	Harbinger Capital Partners Master Fund I, Ltd.	Number of ordinary shares the subject of the relevant interest has decreased (see Annexure B).	N/A	2,776,694 ordinary shares	2,776,694
29/09/2010	Harbinger Capital Partners LLC	Number of ordinary shares the subject of the relevant interest has decreased (see Annexure B).	N/A	2,776,694 ordinary shares	2,776,694
29/09/2010	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Number of ordinary shares the subject of the relevant interest has decreased (see Annexure B).	N/A	2,776,694 ordinary shares	2,776,694
29/09/2010	Global Opportunities Breakaway Ltd.	Number of ordinary shares the subject of the relevant interest has decreased (see Annexure B).	See Annexure B	2,776,694 ordinary shares	2,776,694
29/09/2010	Harbinger Capital Partners II LP (formerly Global Opportunities Breakaway Management, L.P.)	Number of ordinary shares the subject of the relevant interest has decreased (see Annexure B).	N/A	2,776,694 ordinary shares	2,776,694

29/09/2010	Harbinger Capital Partners II GP LLC (formerly Global Opportunities Breakaway Management GP, L.L.C.)	Number of ordinary shares the subject of the relevant interest has decreased (see Annexure B).	N/A	2,776,694 ordinary shares	2,776,694
29/09/2010	Harbinger Holdings, LLC	Number of ordinary shares the subject of the relevant interest has decreased (see Annexure B).	N/A	2,776,694 ordinary shares	2,776,694
29/09/2010	Philip Falcone	Number of ordinary shares the subject of the relevant interest has decreased (see Annexure B).	N/A	2,776,694 ordinary shares	2,776,694
29/09/2010	Each of the entities named in the list of 1 page annexed to this notice and marked "A" (Additional Entities).	Number of ordinary shares the subject of the relevant interest has decreased (see Annexure B).	N/A	2,776,694 ordinary shares	2,776,694

4. Present relevant interests

Particulars of each relevant interest of the substantial holder in voting securities after the change are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Nature of relevant interest (6)	Class and number of securities	Person's votes
Harbinger Capital Partners Master Fund I, Ltd.	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Master Fund I, Ltd.	Entitled to be registered as holder. Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	13,805,098 ordinary shares	13,805,098
Harbinger Capital Partners Master Fund I, Ltd.	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	7,333,809 ordinary shares	7,333,809
Harbinger Capital Partners LLC	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Master Fund I, Ltd.	Taken under sections 608(1)(b) and 608(1)(c) of the Corporations Act to have a relevant interest by reason of having control of securities as investment manager of Harbinger Capital Partners Master Fund I, Ltd. (See Annexure B in the Form 603 dated 09/03/2009). Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	13,805,098 ordinary shares	13,805,098
Harbinger Capital Partners LLC	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	7,333,809 ordinary shares	7,333,809
Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Master Fund I, Ltd.	Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	13,805,098 ordinary shares	13,805,098

Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Entitled to be registered as holder. Taken under sections 608(1)(b) and 608(1)(c) of the Corporations Act to have a relevant interest by reason of having control of securities as general partner of Harbinger Capital Partners Special Situations Fund, L.P. Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	7,333,809 ordinary shares	7,333,809
Global Opportunities Breakaway Ltd.	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Master Fund I, Ltd.	Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	13,805,098 ordinary shares	13,805,098
Global Opportunities Breakaway Ltd.	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	7,333,809 ordinary shares	7,333,809
Harbinger Capital Partners II LP	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Master Fund I, Ltd.	Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	13,805,098 ordinary shares	13,805,098
Harbinger Capital Partners II LP	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	7,333,809 ordinary shares	7,333,809
Harbinger Capital Partners II GP LLC	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Master Fund I, Ltd.	Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	13,805,098 ordinary shares	13,805,098
Harbinger Capital Partners II GP LLC	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	7,333,809 ordinary shares	7,333,809
Harbinger Holdings, LLC	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Master Fund I, Ltd.	Taken under sections 608(3)(a) and 608(3)(b) of the Corporations Act to have a relevant interest by reason of having control of, and voting power of more than 20% in, Harbinger Capital Partners LLC. Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	13,805,098 ordinary shares	13,805,098
Harbinger Holdings, LLC	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	Taken under sections 608(3)(a) and 608(3)(b) of the Corporations Act to have a relevant interest by reason of having control of, and voting power of more than 20% in, Harbinger Capital Partners Special Situations GP, LLC. Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which it has voting power of greater than 20%.	7,333,809 ordinary shares	7,333,809

Philip Falcone	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Master Fund I, Ltd.	<p>Taken under sections 608(3)(a) and 608(3)(b) of the Corporations Act to have a relevant interest by reason of having control of, and voting power above 20% in Harbinger Holdings, LLC.</p> <p>Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which he has voting power of greater than 20%.</p>	13,805,098 ordinary shares	13,805,098
Philip Falcone	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	<p>Taken under sections 608(3)(a) and 608(3)(b) of the Corporations Act to have a relevant interest by reason of having control of, and voting power above 20% in Harbinger Holdings, LLC.</p> <p>Taken under section 608(3)(a) of the Corporations Act to have the same relevant interest as any body corporate in which he has voting power of greater than 20%.</p>	7,333,809 ordinary shares	7,333,809
Each of the entities named in the list of 1 page annexed to this notice and marked "A" (Additional Entities).	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Master Fund I, Ltd.	See Annexure A.	13,805,098 ordinary shares	13,805,098
Each of the entities named in the list of 1 page annexed to this notice and marked "A" (Additional Entities).	Goldman Sachs & Co and other custodial holders as relevant	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	See Annexure A.	7,333,809 ordinary shares	7,333,809

5. Changes in association

The persons who have become associates (2) of, ceased to be associates of, or have changed the nature of their association (9) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
N/A	N/A

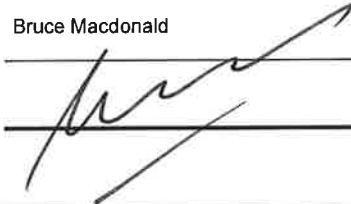
6. Addresses

The addresses of persons named in this form are as follows:

Name	Address
Harbinger Capital Partners Master Fund I, Ltd.	c/o International Fund Services (Ireland) Limited, 78 Sir John Rogerson's Quay Dublin 2, Ireland.
Harbinger Capital Partners LLC	450 Park Avenue, 30th Floor, New York, New York 10022, United States of America.
Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	450 Park Avenue, 30th Floor, New York, New York 10022, United States of America.
Harbinger Capital Partners II LP	450 Park Avenue, 30th Floor, New York, New York 10022, United States of America.
Harbinger Capital Partners II GP LLC	450 Park Avenue, 30th Floor, New York, New York 10022, United States of America.
Harbinger Holdings, LLC	450 Park Avenue, 30th Floor, New York, New York 10022, United States of America.

Philip Falcone	450 Park Avenue, 30th Floor, New York, New York 10022, United States of America.
Each of the entities named in the list of 1 page annexed to this notice and marked "A" (Additional Entities).	As set out in the list of 1 page annexed to this notice and marked "A".

Signature

print name	Bruce Macdonald	capacity	Authorised representative
sign here		date	1 October 2010

DIRECTIONS

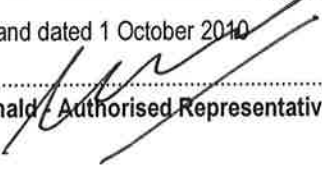
- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 6 of the form.
- (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (6) Include details of:
 - (a) any relevant agreement or other circumstances because of which the change in relevant interest occurred. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (7) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included on any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.
- (8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown".
- (9) Give details, if appropriate, of the present association and any change in that association since the last substantial holding notice.

Annexure "A"

This is the Annexure of 1 page marked "A" referred to in the form 604 Notice of change of interests of substantial holder

Signed by me and dated 1 October 2010


.....
Bruce Macdonald - Authorised Representative

Additional Entities

Entities controlled by the persons giving this notice or acting in concert with those persons in respect of investment decisions of Harbinger Capital Partners Master Fund I, Ltd. and Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P. including those set out below:

Additional Entities	Registered Office
Harbinger Capital Partners Special Situations Offshore Fund, L.P.	1
Harbinger Capital Partners Special Situations Offshore GP, LLC	2
Harbinger Capital Partners SSF CFF, Ltd.	1
Harbinger Capital Partners Fund I, L.P.	2
Harbinger Capital Partners GP, LLC	2
Harbinger Capital Partners Offshore Fund I, Ltd.	1
Harbinger Capital Partners Offshore Fund II, Ltd.	1
Harbinger Capital Partners Intermediate Fund II, Ltd.	1
Harbinger Capital Partners Fund II, L.P.	2
Credit Distressed Blue Line Master Fund, Ltd.	1
Credit Distressed Blue Line Offshore Fund, Ltd.	1
Credit Distressed Blue Line Intermediate Fund, Ltd.	1
Credit Distressed Blue Line Fund, L.P.	2
Credit Distressed Blue Line GP, L.L.C.	2
Spectrum Brands Holdings, Inc.	3
Harbinger Group Inc.	4
Global Opportunities Breakaway Ltd.	5

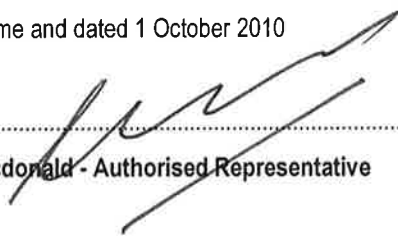
Registered Offices

1. c/o Ogier Fiduciary Services (Cayman) Limited, 89 Nexus Way, Camana Bay, Grand Cayman KY1-9007, Cayman Islands.
2. 450 Park Avenue, 30th Floor, New York, New York 10022, United States of America.
3. 601 Rayovac Drive, Madison, Wisconsin 53711, United States of America.
4. 450 Park Avenue, 27th Floor, New York, New York 10022, United States of America.
5. c/o Maples Corporate Services Limited, PO Box 309, Ugland House, Grand Cayman, Cayman Islands KY1-1104.

Annexure "B"

This is the Annexure of 2 pages marked "B" referred
to in the form 604 Notice of change of interests of substantial holder

Signed by me and dated 1 October 2010


Bruce Macdonald - Authorised Representative

Details of Consideration

Trade Date	Transaction	Person entitled to be registered as holder	Consideration given in relation to change	Class and number of securities affected	Person's votes affected
13/08/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$20,746.28	125,987 ordinary shares	125,987
16/08/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$16,194.97	98,348 ordinary shares	98,348
17/08/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$26,400.72	160,325 ordinary shares	160,325
17/08/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$18,076.65	109,775 ordinary shares	109,775
19/08/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$13,411.28	79,048 ordinary shares	79,048

Trade Date	Transaction	Person entitled to be registered as holder	Consideration given in relation to change	Class and number of securities affected	Person's votes affected
20/08/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$69,591.04	435,000 ordinary shares	435,000
23/08/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$7,984.00	50,000 ordinary shares	50,000
24/08/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$18,408.11	119,000 ordinary shares	119,000
26/08/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$35,499.76	227,000 ordinary shares	227,000
22/09/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$48,416.95	230,909 ordinary shares	230,909
23/09/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$17,578.78	85,922 ordinary shares	85,922
24/09/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special	A\$105,588.40	529,000 ordinary shares	529,000

Trade Date	Transaction	Person entitled to be registered as holder	Consideration given in relation to change	Class and number of securities affected	Person's votes affected
		Situations Fund, L.P.			
27/09/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$66,942.64	352,850 ordinary shares	352,850
28/09/2010	Disposal on ASX	Harbinger Capital Partners Special Situations GP, LLC as general partner of Harbinger Capital Partners Special Situations Fund, L.P.	A\$32,904.76	173,530 ordinary shares	173,530