



For immediate release

23 November 2012

Favourable metallurgical results at Burracoppin, Bullamine Iron ore JV.

Metallurgical studies on samples from drilling at the Burracoppin prospect produced concentrate with high iron levels (67% to 70% Fe) and low levels of impurities after a relatively coarse grind (P80 -150 micron).

Results are tabulated on the sections provided in figure 1 and in table 1. The results are metallurgical (Davis Tube Recovery) for composite samples over the stated intervals. The intervals have been selected on the basis of interpreted geology and are not based on assay data. Full assay data for 1 metre or less lengths of ¼ core splits are pending but are not available at this time.

The mineralisation appears to be in multiple bands which have variable continuity. Additional drilling is required to better understand the extent of the mineralisation. However, the limited drilling completed indicates the mineralised bands have combined horizontal widths of between 150 metres and 200 metres. Detailed magnetic data indicate a strike length of 3,000 metres.

These early results are very encouraging. The dimensions suggest the deposit may prove large enough to support mining and the metallurgy is favourable. Further assessment is warranted and drilling is expected to recommence in 2013.

The Bullamine Iron Ore Project is a joint venture between Reedy Lagoon Corporation and Cliffs Asia Pacific Iron Ore Pty Ltd ("Cliffs"), a wholly owned subsidiary of Cliffs Natural Resources Inc. (NYSE: CLF, Paris: CLF). Cliffs is earning a 75% interest and is manager of the joint venture.

For further information, please visit www.reedylagoon.com.au or contact

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The information in this report that relates to Exploration Results is based on information compiled by Geof Fethers and Hugh Rutter, who are members of the Australian Institute of Mining and Metallurgy (AusIMM) and the Australian Institute of Geoscientists (AIG) respectively. Geof Fethers and Hugh Rutter are directors of the Company and each has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which they are undertaking to each qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Geof Fethers and Hugh Rutter consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

Reedy Lagoon Corporation Limited is exploring for:

iron ore in WA

uranium at projects in the Ashburton region (WA) on the Gawler Craton (SA) and in the Tanami (NT).

Issued shares: 48,600,000

Issued options: 5,650,000 unlisted (exercisable @ \$0.20 & \$0.21)

Share price: \$0.069

Directors and management:

Jonathan Hamer, Chairman, Non-Executive Director

Geof Fethers, Managing Director, Co. Secretary

Hugh Rutter, Director

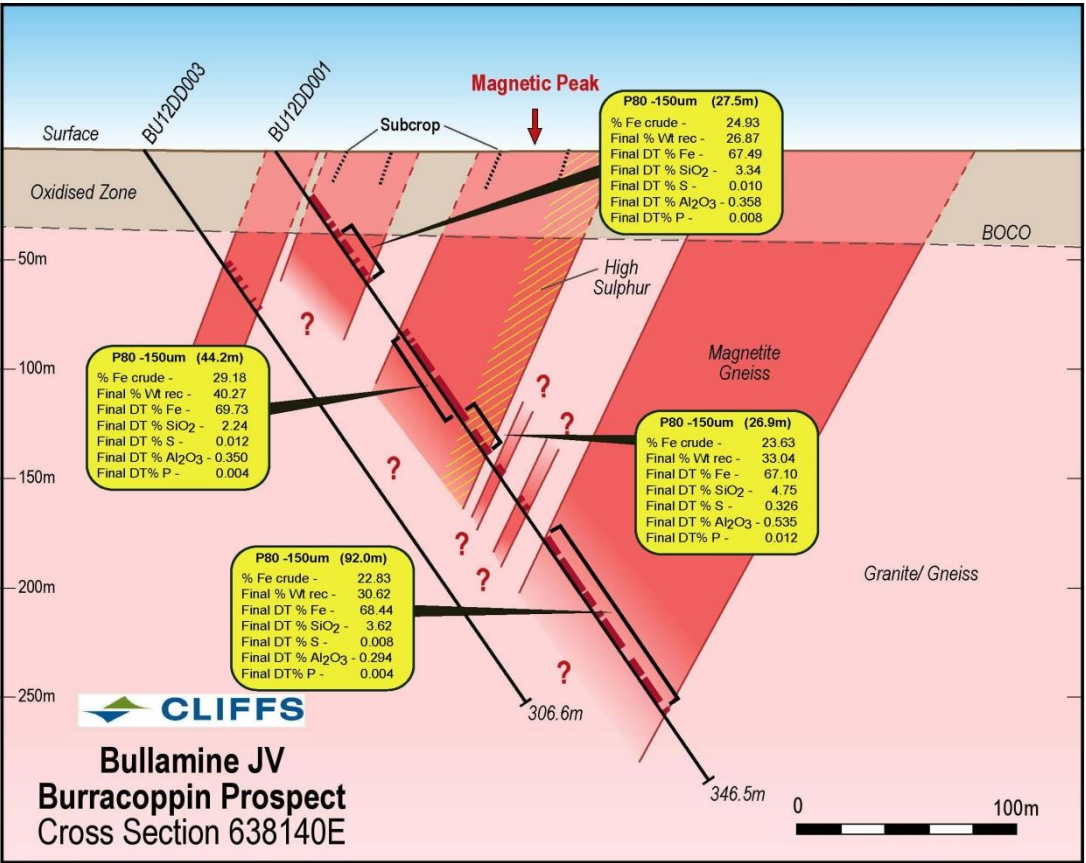
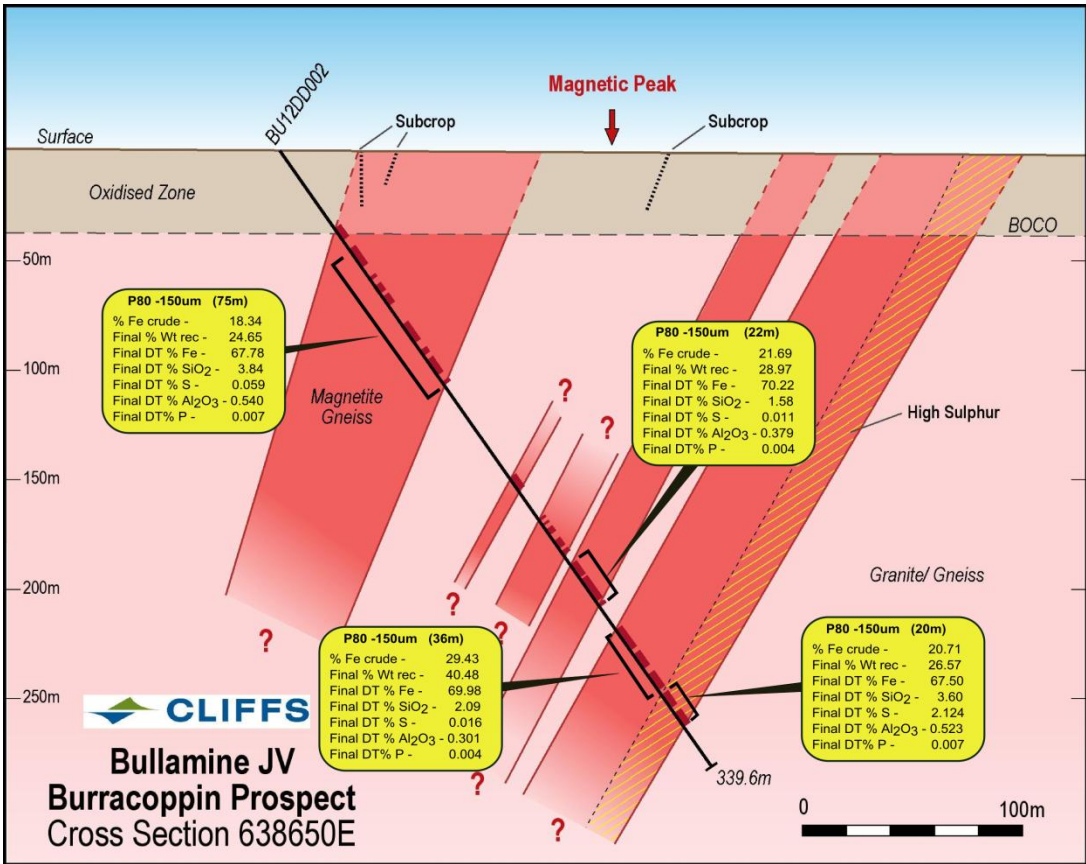


Figure 1. Bullamine Prospect sections for diamond drilling completed to date. Results are for composite samples over the intervals stated. Full assay data are being obtained for 1 metre or less lengths of ¼ core splits but are not available at this time. The metallurgical data has been reported by BV Amdel, an independent laboratory in Perth.

Table 1: Metallurgical results from diamond drilling completed at the Burracoppin prospect.

hole	interval	crude	DT wgt rec	Concentrate DTR for P80 - 150 micron				
				% Fe	%SiO ₂	%S	%Al ₂ O ₃	%P
BU12DD001	27.5	24.93	26.87	67.49	3.34	0.010	0.358	0.008
BU12DD001	26.9	23.63	33.04	67.10	4.75	0.326	0.535	0.012
BU12DD001	92.0	22.83	30.62	68.44	3.62	0.008	0.294	0.004
BU12DD002	75.0	18.34	24.65	67.78	3.84	0.059	0.540	0.007
BU12DD002	22.0	21.69	28.97	70.22	1.58	0.011	0.379	0.004
BU12DD002	36.0	29.43	40.48	69.98	2.09	0.016	0.301	0.004
BU12DD002	20.0	20.71	26.57	67.50	3.60	2.124	0.523	0.007

Results are for composite samples over the intervals stated. The metallurgical data has been reported by BV Amdel, an independent laboratory in Perth.

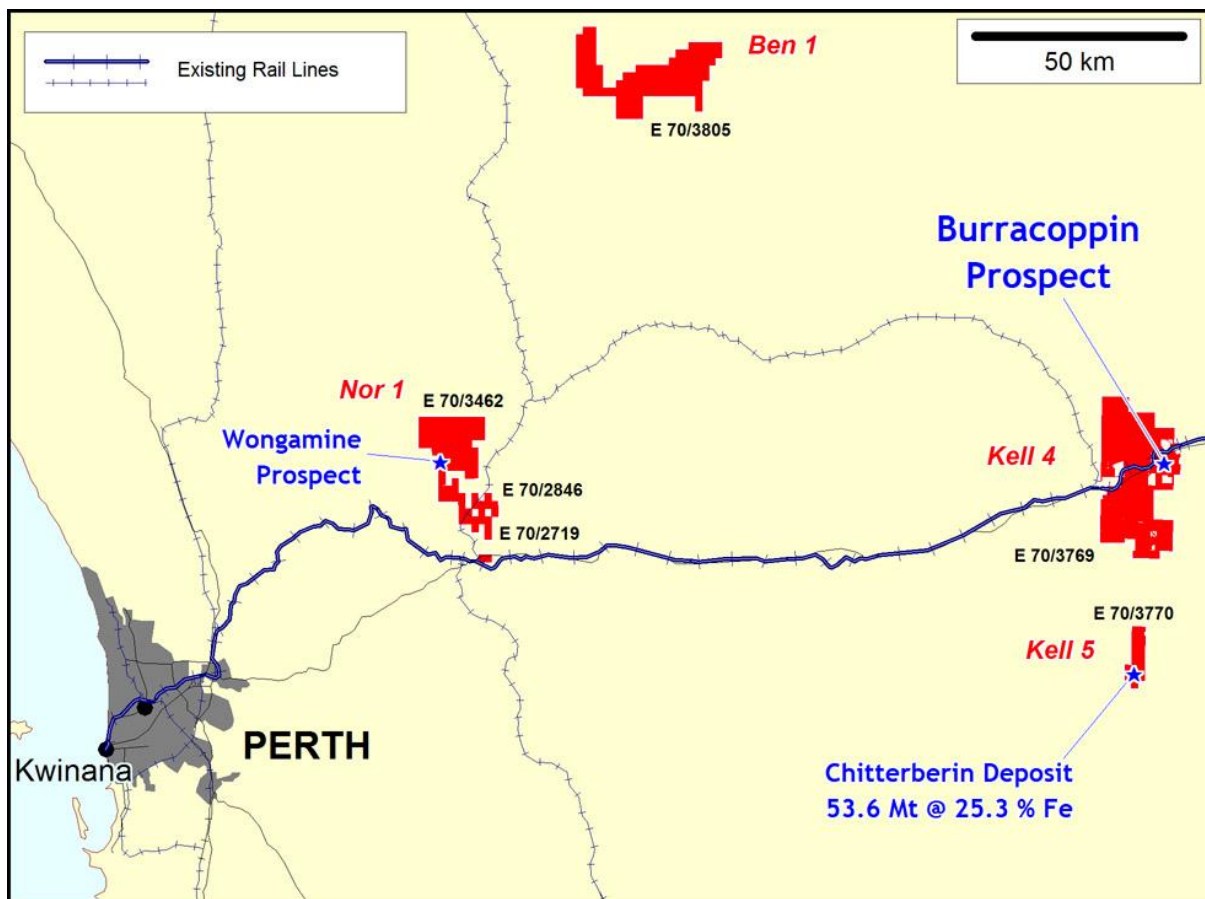


Figure 2: Map of the Bullamine iron ore project area with location of the Burracoppin Prospect indicated within KELL 4. Prior drilling has intersected magnetite mineralisation at the Wongamine prospect (NOR 1) and at the Chitterberin deposit within KELL 5.

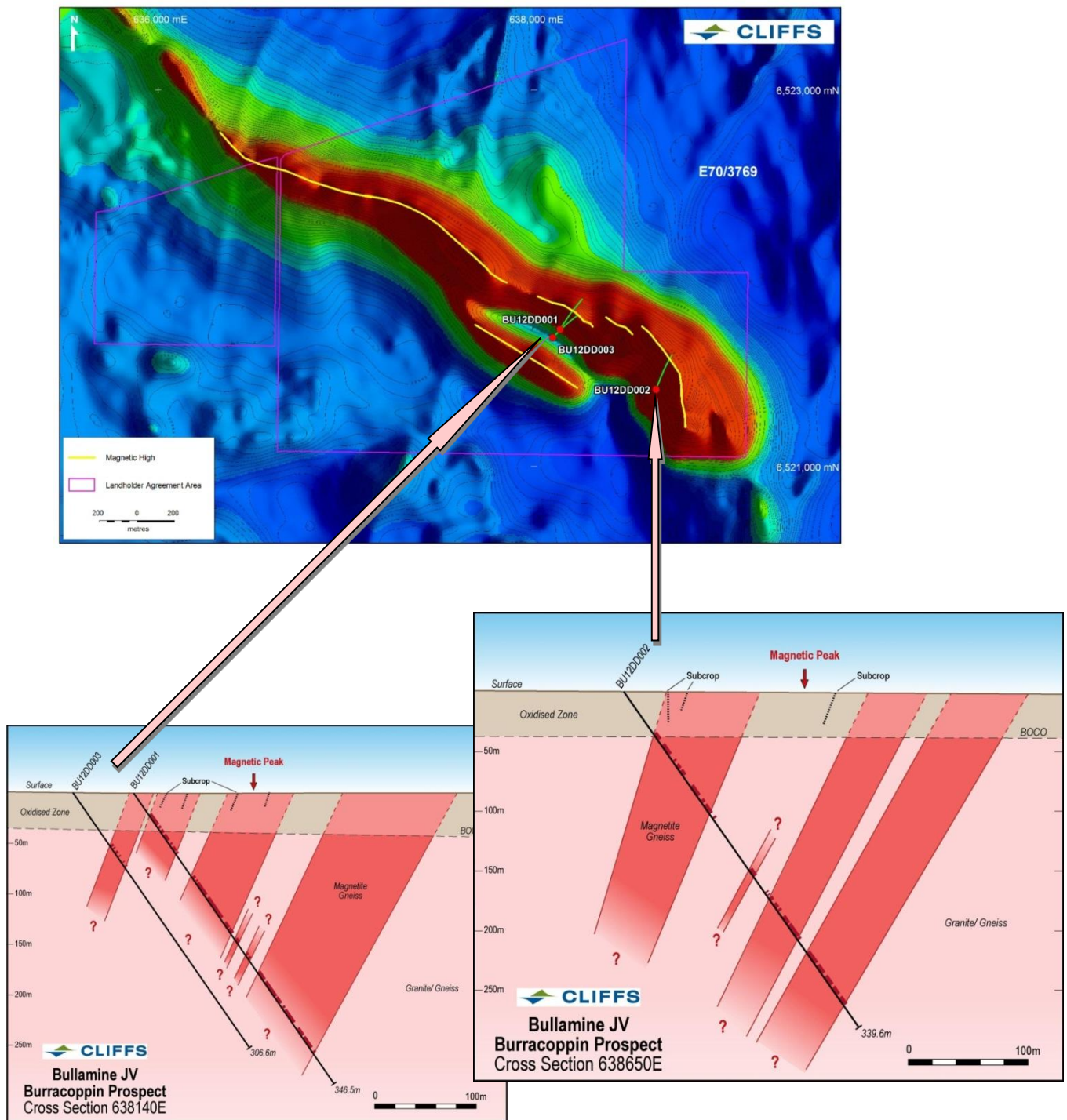


Figure 3: Collar locations for the recent drill program shown on an image of contoured aeromagnetic data for the Burracoppin prospect located within the KELL 4 area of the Bullamine iron ore project. The cross sections show the orientation of diamond drill holes and preliminary interpretations of magnetite gneiss intersected.

Table 2: Schedule of diamond drilling completed at the Burracoppin prospect.
(ASX release 25 October 2012)

Prospect/Target	HoleID	Easting¹	Northing¹	DEM RL	Azimuth	Dip	Metres Drilled
Burracoppin	BU12DD001	638137	6521728	390	32	-55	349.5
Burracoppin	BU12DD002	638647	6521408	379	22	-54	339.6
Burracoppin	BU12DD003	638097	6521685	389	47	-55	306.6

¹ GDA 94, MGA Zone 50