



ASX/Media Release

10 March 2008

CAPITAL RAISING

Fairstar Resources Limited (**ASX code FAS**) advises it is in the process of completing a share issue for the placement of up to 12,500,000 ordinary shares at 20 cents each together with 1 free attaching option for every share issued. Upon allotment, the shares will rank pari passu in all respects with the company's existing ordinary shares. The options are exercisable on or before 30 August 2009 at 25 cents each.

The issue will raise up to \$2,500,000 to assist with the company's working capital requirements.

Shareholder approval for the placement will not be sought.

A handwritten signature in black ink, appearing to read 'Kevin J Robertson', is written over a circular stamp or seal.

**Kevin J Robertson
Managing Director
Fairstar Resources Limited**

website: www.fairstarresources.com