

December 20, 2010

A.B.N. 38 115 157 689

ASX / Media Release

FairStar Resources Limited (FAS) wishes to advise that effective Friday 18th December, 2010 Mr Ken Allen has resigned as non-executive Chairman of FairStar Resources Limited in order to pursue other interests.

The Board of Directors of FairStar Resources Limited accept his decision and would like to thank Mr Allen for his significant contribution to the company and wishes him every success in his future endeavours.

FairStar will be making an announcement in regards to the replacement Chairman as soon as a decision is made.

In the meantime, FairStar Resources advises:

- It is currently undertaking a cost review process. Announcements will be made as these matters progress;
- It is well advanced in seeking and engaging external funding for the Steeple Hill Iron Project;
- The board of FairStar Resources Limited is totally committed to the success of SHIP.

Alan Thomas
Company Secretary
FairStar Resources Limited

Website: **www.fairstarresources.com**