

ASX and Media Release: 14 October 2010

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Dear Shareholder

ATO confirms CGT demerger relief for White Rock Minerals Limited's Demerger from Rex Minerals Limited

Our announcement to the Australian Stock Exchange on 22 July 2010 and our Explanatory Statement to shareholders of 30 April 2010 advised that Rex Minerals Limited (**Rex**) was seeking a class ruling from the Australian Taxation Office (ATO) on the tax implications for shareholders of the White Rock Limited (**White Rock**) demerger from Rex.

We are pleased to advise that the ATO has released Class Ruling CR 2010/53 on 13 October 2010 that confirms:

1. A Rex shareholder holding their shares on capital account is able to choose CGT demerger roll-over relief.
2. Rex shareholders must recalculate the cost base and reduced cost base of their Rex and White Rock shares. Our ASX announcement of 22 July 2010 advised Rex shareholders that a reasonable apportionment of their CGT cost base in their Rex shares is 89.72% to their Rex shares and 10.28% to their new White Rock shares.
3. For the purpose of determining eligibility to a discount capital gain, the White Rock shares received by a Rex shareholder are taken to have been acquired on the date the shareholder acquired, for CGT purposes, their Rex shares.
4. The demerger did not give rise to any assessable dividends for Rex shareholders.

Shareholders should refer to the Class Ruling and are advised to seek their independent professional advice for further information in relation to the above matters. The ruling can be found at <http://law.ato.gov.au/pdf/pbr/cr2010-053.pdf> or on the Rex Minerals website.

For Comment and Further Details

For more information about Rex Minerals and its projects please visit our website www.rexminerals.com.au