



2 February 2010

To: Company's Announcement Office
ASX Limited

STRAITS ASIA RESOURCES LIMITED

Please find attached Straits Asia Resources Limited announcement to the SGX on Tuesday evening, 2 February 2010.

Straits Resources Limited

A handwritten signature in black ink that reads 'Mark Hands'.

Mark Hands
Company Secretary

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About Straits Resources

Straits Resources is an ASX 200 diversified resources company focussed on generating strong and sustainable earnings for its shareholders from a balanced portfolio of resource projects and investments. Based in Perth, the company has a management team with an impressive track record of advancing resource projects through to full production. Straits controls and operates the Tritton Copper Operation and Hillgrove antimony/gold mines in NSW and the Mt Muro gold mine in Indonesia. Straits also holds 40% of PTT Asia Pacific Mining Pty Ltd which holds 45.60% of Straits Asia Resources which is listed on the Singapore Exchange. Straits Asia controls and operates the Sebuk and Jembayan coal mines in Indonesia. In addition, Straits has an exposure to an outstanding portfolio of mining investments, development projects and exploration ground throughout Australia and Indonesia. Straits Resources also owns GfE and Magontec, European based specialty metals businesses.



STRAITS ASIA SECURES 5-YEAR SUPPLY OF COAL TO ADANI GROUP

Singapore – 2 February 2010: Mainboard-listed Straits Asia Resources Limited (“Straits Asia”, SGX: SAR) today announced that it has signed a five-year contract to supply coal from its Jembayan mine in East Kalimantan, Indonesia to the Adani Group.

The Jembayan Mine produces 2 types of coal: Prangat and JMB, both known for their consistency in quality. Under the terms of the contract which is effective from 1 April 2010, Straits Asia will sell every 12 months, 1.5 million tonnes of JMB coal and 500,000 tonnes of Prangat Coal.

The agreed FOB price for JMB and Prangat coal for each delivery will be based on the public index floating price. Delivery will be evenly spread from 1 April 2010 to 31 March 2015.

Said Richard Ong, CEO of Straits Asia: “We are very pleased to have secured a long-term contract from an established customer such as the Adani Group. This is an important step forward in securing long-term buyers as we ramp up production at Jembayan Mine and testimony to the continued demand for quality coal and the willingness of customers to secure long-term supply from Straits Asia.”

Adani Group is one of the largest business houses in India with interests in trading, infrastructure, mining, power generation, edible oil, logistics and agri logistics. It is the largest coal trader in India and expects to trade in excess of 26 million tonnes during 2010.

ENDS

For further information please contact:

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