



AUSTPAC RESOURCES N.L.
ACN 002 264 057

Level 12, Currency House

23 Hunter Street

SYDNEY NSW 2000

GPO Box 5297

SYDNEY NSW 2001

Telephone: (+61 2) 9221 3211

Facsimile: (+61 2) 9223 1975

Email: apgtio2@ozemail.com.au

24 July 1998

AUSTRALIAN STOCK EXCHANGE ANNOUNCEMENT

ISCOR SIGNS TECHNOLOGY LICENCE WITH AUSTPAC

Austpac Resources N.L. is pleased to announce it has signed the first licence for the commercial application of Austpac's titanium minerals upgrading technology. The agreement signed with Iscor Limited, the major steel producer in South Africa, is the result of over two years collaboration to investigate whether aspects of Austpac's ERMS and EARS technologies are applicable to Iscor's Heavy Mineral Project. This project encompasses the construction of a mine, mineral separation plant and a 250,000 tpa titania slag smelter complex at Empangini, near Richards Bay in Kwa Zulu - Natal Province, South Africa.

A \$670,000 pilot plant testing program, which commenced in September, 1997, at Austpac's facilities in Newcastle, was successfully completed in March this year and led to negotiations for the licence. The technology licence allows Iscor to use Austpac's technology within the Heavy Minerals Project. At the request of Iscor details of the licence still remain confidential.

The technology licence, which provides for payments as each stage is implemented into the project, is a significant endorsement of the commercial potential for Austpac's technologies by a major international company. Negotiations are continuing with Iscor to use other aspects of Austpac's technology.

For further information contact:

M.J. Turbott
Managing Director
Austpac Resources N.L.
Tel: (61 2) 9221 3211