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MEDIA / ASX RELEASE

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DRILLING RE-COMMENCES AT SOUTH WOODIE WOODIE

Spitfire Resources Limited (ASX: **SPI** – “Spitfire” or “the Company”) is pleased to advise that a program of follow-up drilling will commence later today at the Tally-Ho Deposit, part of its 80%-owned **South Woodie Woodie Project** in the Pilbara region.

The new program, comprising Diamond and Reverse Circulation (RC) drilling, will focus on testing extensions to the north-east of the initial resource announced last month (*see ASX Announcement – 21 September*).

The mineralised horizon at Tally-Ho extends over an interpreted strike length of approximately 900 metres and the new round of drilling will assess the potential to further increase the JORC resource tonnage (*see Figure 1 attached*).

In addition, the diamond drilling will allow the Company to accurately determine seam width and grade, as well as provide quality metallurgical samples. Given the geometry and distribution of the seams at Tally-Ho (*see ASX Announcement – 21 September*), this work is considered to be central to determining the future economic potential of the Deposit.

The drilling program is expected to take approximately two weeks to complete. Results will be announced when they become available.

Spitfire’s geological team, in conjunction with independent consultants, is currently completing a detailed interpretation of the results of the recently completed airborne EM survey over the broader Target Area which includes the Tally-Ho Deposit. Numerous areas of interest have already been identified from this work (*see Figure 2 attached*).

The Company will announce details of this important regional exploration initiative, as well as proposed exploration and drilling targets for the 2010 field season, once this work has been completed.

ENDS

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Competent Person's Statement

The information in this report relating to exploration results and mineral resources is based on information compiled by Mr. N. Cull who is a Member of the Australian Institute of Geoscientists. Mr. Cull is Exploration Manager for Spitfire Resources Ltd, and consents to the inclusion in this type of report of the information as presented. He has sufficient experience relevant to the style of mineralisation and to the type of activity described to qualify as a competent person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.'

About Spitfire Resources

Spitfire Resources Limited (ASX Code: SPI) is an emerging Australian resource development company focused on the carbon steel materials sector. Spitfire's flagship asset is the South Woodie Woodie Manganese Project, which is located approximately 50km down-strike to the south from the 1Mtpa Woodie Woodie Manganese Mine in the East Pilbara region of Western Australia.

Spitfire's initial exploration success at South Woodie Woodie has been within the Southern Target Area, where it has defined a near-surface manganese deposit at the Tally-Ho Prospect, in an area which has had little historical exploration.

Spitfire's principal focus will remain the exploration and evaluation of manganese deposits in the East Pilbara, although it has also acquired a portfolio of advanced thermal coal projects in Tasmania and prospective base metals tenure in the Northern Territory which offer the potential for future diversification.

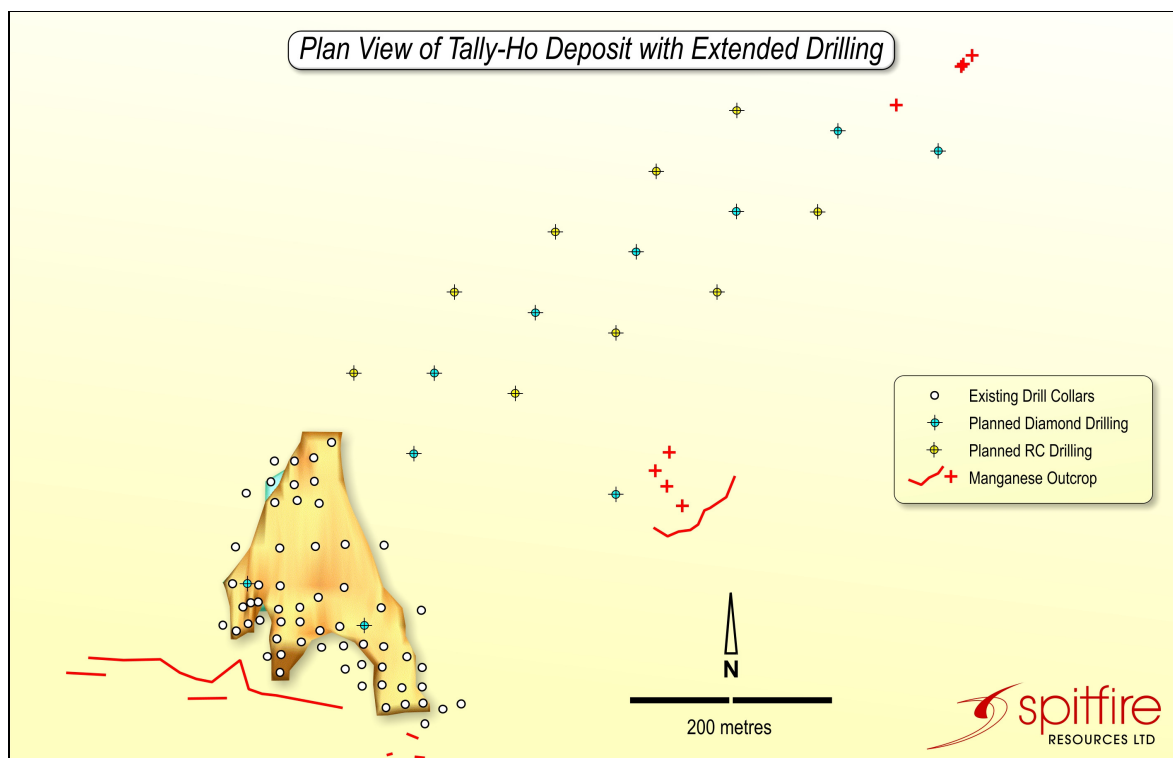


Figure 1 – Plan View of Tally-Ho Deposit showing existing and planned drilling

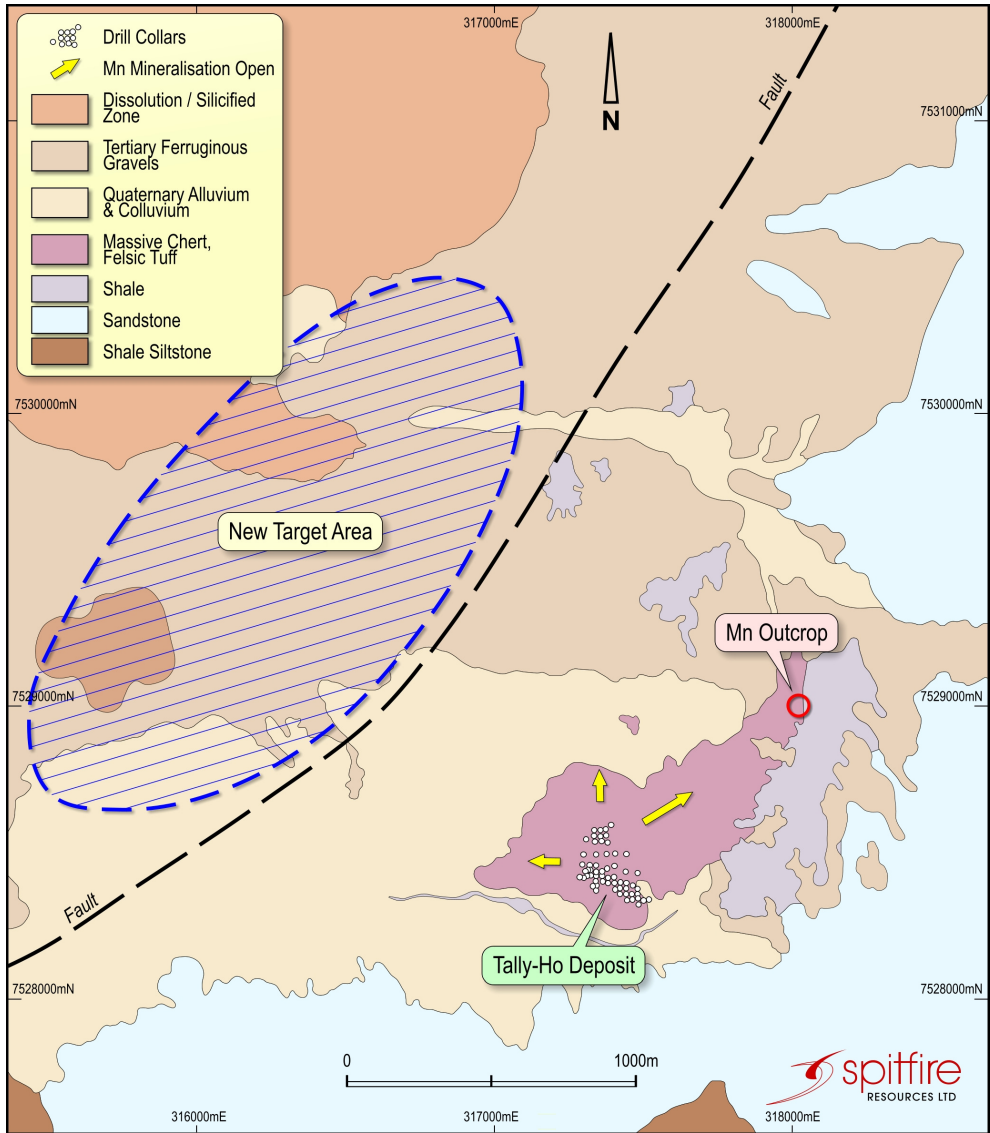


Figure 2 – Mapping and EM has identified a new priority exploration area