



MEDIA/ASX RELEASE

1 April 2008

SPITFIRE RESOURCES TO ISSUE LOYALTY OPTIONS

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- **Confirms 1-for-3 entitlement issue of 20c options expiring 30 June 2010**
 - **Shareholders registered as at 16 April 2008 will be eligible to participate**
 - **Options anticipated to commence trading on ASX on 19 May 2008**
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Australian exploration company, Spitfire Resources Limited (ASX Code: **SPI** – “Spitfire”), is pleased to announce that it will undertake a pro-rata, non-renounceable entitlements issue of options to shareholders as foreshadowed in its IPO Prospectus.

The Company will lodge a Prospectus with the Australian Securities and Investments Commission (ASIC) and the Australian Securities Exchange (ASX) for the issue of up to 23,383,338 options on a one-for-three basis (one option for every three ordinary shares held) at an issue price of 1 cent per option. The options will have an exercise price of 20 cents per option prior to the expiry date of 30 June 2010.

All shareholders registered as at 5.00p.m WST on 16 April 2008 are entitled to participate in the entitlements issue of options. The prospectus and a personalised acceptance form will be dispatched to eligible shareholders (registering as holding shares in the Company as at the record date of 16 April 2008) on or around 18 April 2008.

Eligible shareholders who wish to subscribe for Options will need to complete and return the personalised Application Form that will accompany the Prospectus.

The closing date for acceptances is anticipated to be 5.00pm WST on 16 May 2008 (unless the Offer is extended) and the Company will apply to the ASX for official quotation of the options.

The entitlements issue will be underwritten by the directors and/or related parties who will not receive any fees for providing the underwriting. The entitlements issue will raise a total \$233,833, which will further strengthen the Company’s cash reserves following the recently completed \$1.73 million share placement to Tinfos AS.

The Prospectus will be available for viewing on Spitfire’s website at www.spitfireresources.com

Timetable and Important Dates *

Event	Date
Lodgement of Prospectus with the ASIC	1 April 2008
Notice to Shareholders	2 April 2008
Shares quoted on an "ex" basis	10 April 2008
Record Date for determining Shareholder entitlements	16 April 2008
Opening Date and dispatch of Prospectus to Shareholders	18 April 2008
Closing Date of Offer	16 May 2008
Options quoted on a deferred settlement basis	19 May 2008
Notify ASX of under subscription	20 May 2008
Underwriters to subscribe and pay for Shortfall	22 May 2008
Company to issue Shortfall to Underwriters	26 May 2008
Allotment and dispatch of holding statements	26 May 2008

* Key dates are subject to change and final confirmation

For further information please contact:

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About Spitfire Resources

Spitfire Resources Limited (ASX Code: SPI) is an Australian resource company initially focused on the exploration and development of a portfolio of manganese exploration assets in the East Pilbara region of Western Australia. Spitfire listed on the Australian Securities Exchange in December 2007 following a successful A\$6 million Initial Public Offer (IPO).

*AIM-listed Churchill Mining Plc is the Company's largest shareholder, which it received as vendor consideration for the divestment to Spitfire of its asset, an 80% interest in the **South Woodie Woodie Manganese Project** in Western Australia's East Pilbara region.*

The South Woodie Woodie Project comprises three granted Exploration Licences covering an area of approximately 490km². The principal area of initial exploration focus lies some 50km down-strike from the 1Mtpa Woodie Woodie manganese mine.

Spitfire also recently announced that it had secured a substantial portfolio of new exploration tenure near the South Woodie Woodie Project, more than doubling its existing land holdings in the prospective East Pilbara region. The Company has lodged applications for four strategic tenements, covering a total area of 899 square kilometres, which are located approximately 13km south-east of the South Woodie Woodie Project.

Some of the new ground package abuts tenements managed by Consolidated Minerals, the former listed owner of the Woodie Woodie mine, and who was recently bought by private Ukrainian group Palmary Enterprises. Spitfire selected the ground after completing interpretive geological work suggesting that the area to the south-east could host strike extensions of a potential corridor of manganese host rocks.