

ASX RELEASE

30 July 2008

ASX Code: POZ



FIELDWORK TO COMMENCE AT HIGHLAND PLAINS AND SURROUNDING AREA

Phosphate Australia Limited (POZ) is pleased to report that a field crew is mobilising on Wednesday 30th July to commence a field campaign at the Highland Plains Project and surrounding area. The field campaign will involve the following:

1. An experienced consultant geologist undertaking field mapping and sampling to further delineate the geology of the Highland Plains Phosphorite embayment. This will assist in geological modeling whilst drilling at Highland Plains.
2. The consultant geologist visiting other areas targeted by satellite imagery that are prospective for further as yet undiscovered phosphorite embayments along strike from Highland Plains within the same granted tenement.
3. Selecting a suitable campsite for a full containerised field camp of up to 15 people with office, kitchen, dining, ablutions etc. These containers have been ordered and will be mobilised to Highland Plains for this season's drilling campaign.
4. Preparing the project area for the forthcoming drilling campaign.

Planning for the forthcoming drilling campaign is progressing well with the identification of a suitable drill rig and on-ground personnel now completed. Drilling will commence as soon as final Government permitting approvals have been secured.

The Company is focused on drilling the Highland Plains Phosphate Project this year leading to a JORC compliant resource.

MR ANDREW JAMES
Managing Director
Phosphate Australia Limited

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Jim Richards and Ms Lisa Wells, who are both Members of The Australasian Institute of Mining and Metallurgy. Mr Richards and Ms Wells are both Directors of POZ and Ms Wells is also a full time employee. Both Mr Richards and Ms Wells have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Richards and Ms Wells both consent to the inclusion in the report of the matters based on the information in the form and context in which it appears.