



ASX Codes

Ordinary shares: LST
Listed options: LSTO

ASX RELEASE 20 March 2008

HOSTILE TAKEOVER OFFER FROM INDOPHIL

Indophil Offer Received – Shareholders should take No Action

Issued shares: 191.0m
Share price: \$1.35
Issued options: 5.8m
Option price: \$0.20
(151c April 09)

Market cap: \$259m

Net Tangible Assets: \$350m
(29/02/08)

NTA pre tax
(29/02/08): \$1.82

NTA post tax
(29/02/08): \$1.82

Further enquiries:

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CONTACT DETAILS

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Indophil Resources NL (“Indophil”) has announced that it intends to make an all scrip, off-market, conditional takeover offer (“Offer”) for all of the shares in Lion Selection Limited (“Lion”). The value of the Offer is subject to the price of Indophil shares. The Offer from Indophil is unsolicited.

The Board notes there have been some discussions with Indophil regarding a potential transaction. These were subject to a confidentiality agreement. The discussions did not proceed as the Board considered there are better alternatives to unlock the full value of Lion for its shareholders.

The Board is unanimous in its view that Lion shareholders should take no action or make any decision in relation to their shareholding until the Board has received, and had an opportunity to consider, the Bidder’s Statement and has issued its formal recommendation regarding the Offer. Such recommendation will have due regard to the strategic benefits that underlie Lion’s asset portfolio.

Managing Director, Robin Widdup, said “Our Board and I believe in the opportunities for value creation in Lion. I am personally committed for the long term to see these recognized for Lion’s shareholders.”

Indophil’s Bidder’s Statement is not expected to be lodged until sometime in April 2008 and must remain open for at least one month. Lion’s Board will ensure shareholders have ample time to make a decision in respect of the Offer.

Lion has appointed Gryphon Partners to advise in respect of the Offer and to assist the Lion Board to evaluate and respond to the Offer from Indophil. The Board will keep shareholders fully informed of any further developments and will provide further updates as appropriate.

Shareholders should contact Robin Widdup or Luke Smith on +61 3 9614 8008 should they have any queries in relation to the Offer.

Detailed information on Lion Selection Limited can be found on the company’s website www.lionselection.com.au.