

KTL Technologies Limited

ABN 75 009 089 981

19 May 2009

MOU SIGNED FOR KTL TECHNOLOGIES AND CHINA RAILWAY MATERIALS COMMERCIAL CORPORATION GROUP STRATEGIC ALLIANCE

Highlights

- ❖ KTL Technologies Limited (KTL) and Union Park Company Limited, a Hong Kong based 100% subsidiary company of the China Railway Materials Commercial Corporation Group (CRM Group) which is responsible for all of its overseas investments, have signed a Memorandum of Understanding (MOU) to enter into a strategic alliance to acquire major minerals projects and to negotiate further strategic cooperation with most enthusiasm and sincerity. Initially the alliance partners intend to focus on iron ore projects in Australia.
- ❖ The alliance partner had decided to expand their operations into the resources industry and selected KTL as an alliance partner.
- ❖ The alliance partners will together be identifying, assessing and securing suitable minerals project opportunities. It is the intention that the alliance will secure direct interests in mineral projects.
- ❖ Union Park Company Limited will fund projects assessment and negotiation.
- ❖ Both strategic alliance partners look forward to further co-operations on Australia mineral projects development upon successful initial acquisition.

The Directors of KTL Technologies Ltd are pleased to announce that KTL has signed a MOU to enter into a strategic alliance and to negotiate further strategic cooperation with Hong Kong based Union Park Company Limited, member of the CRM Group, with the objective of the alliance acquiring major mineral projects. Initially, the alliance intends to focus on projects in Australia and pursue significant opportunities in iron ore and other minerals.

The MOU provides that KTL will be responsible for the identification and assessment of potential mineral projects and negotiations with project owner(s) along with the alliance partner. It is intended that the acquisition of projects will be fully funded by Union Park Company Limited and/or its parent company.

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The MOU further provides that project assessment and negotiation costs will be fully funded by Union Park Company Limited and/or its parent company.

The alliance partners believe they have complimentary strengths and synergies, which will greatly contribute towards the success of the alliance.

KTL is looking forward to working with the alliance partner at this time of strong demand on mineral resources from the Chinese infrastructure industries.

Managing Director of KTL, Mr Dayong Hu said “This is a wonderful opportunity for KTL to progress the development of advanced exploration projects with the co-operation of such a substantial Chinese state-owned enterprise.”

Further information about the alliance partner can be found at www.crmisc.com.cn.

For further information please contact Ms Rachel Wong on 02 8216 0937.

Yours faithfully,
KTL TECHNOLOGIES LIMITED

Ms Rachel Wong
DIRECTOR & COMPANY SECRETARY

Cautionary statement on forward looking statements

The forward looking statements included in this announcement involve subjective judgement and analysis and are subject to significant uncertainties, many of which are outside the control of, or unknown to KTL. No assurance is given that any underlying assumption or that any forward looking statement will be achieved. Actual future events may vary materially from the forward looking statements and the assumptions upon which the forward looking statements are based. Given these uncertainties, readers are cautioned not to place undue reliance on such forward looking statements.

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