



24 July 2007

Chairman reappointed for 3 years

The Board of Compass Resources NL are very pleased to announce that Mr. Gordon Toll has agreed to continue as Executive Chairman of the Board for another three years.

Significantly, Mr. Toll has agreed to accept a share options package totalling 2.7 million options spread over the three-year period with the first vesting date being 1 July 2008. The Options will only vest if the total shareholder return for Compass outperforms a basket of ASX resource companies and will be priced at a strike price of \$5.04 which represents a 10% premium to the Volume Weighted Average Price of the company's shares for the month of June (the last month of Mr. Toll's previous tenure as Chairman).

This arrangement underlines Mr. Toll's belief that the shares of Compass are still substantially undervalued and therefore that he should not seek cash emoluments but rather be appropriately rewarded only if he succeeds in increasing shareholder wealth at a rate greater than a peer group of ASX listed resource stocks.

The options package is subject to shareholder approval and will be presented to shareholders at the next General meeting of Shareholders.

For further information contact:

Philip Cohen (Company Secretary)

Phone: ++ 61 (0) 2 9417 3588

Fax: ++ 61 (0) 2 9417 8750