

Falcon Minerals Ltd

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Company Announcement

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DIAMOND DRILLING SCHEDULED FOR COLLURABBIE PROJECT, WESTERN AUSTRALIA (Falcon 100%)

Falcon is pleased to announce that it is ready to commence a diamond drilling programme in the first week of October 2010 at its wholly-owned Collurabbie nickel-copper-PGE Project in the Duketon greenstone belt, Western Australia.

To date, continuous massive and matrix nickel-copper-PGE sulphide mineralisation has been intersected over a strike length of at least 300m (Figure 1). The upcoming October drilling will comprise 4 to 5 drill holes for approximately 1500m, and aims to test for new mineralised zones to the north of the Olympia Prospect as well as extensions to the Olympia mineralisation defined in the June 2010 drilling campaign.

All down-hole electro-magnetic (EM) data has been extensively reviewed and recent 3D modelling work clearly indicates a shallow northerly plunge to the massive nickel-copper-PGE sulphide horizon (see long section in Figure 1). Importantly, a series of ENE-trending faults are interpreted to cross-cut the mineralisation resulting in displacement of the massive sulphide lenses. Three strong down-hole EM conductors covering a strike length of 250m have been identified to the north of 7026100N and may be related to massive nickel sulphides. 3D modelling of the geology has provided a good understanding of the geology and allows for well-targeted drill holes to test these conductors for additional mineralisation which will potentially add to the resource base at Olympia.

Initial drilling results from this drilling program are expected in late October and will be released as they come to hand.

For further information about the previously intersected Ni-Cu-PGE results from the Olympia Prospect please refer to the Exploration Update released by Falcon to the ASX on the 5th of July 2010.

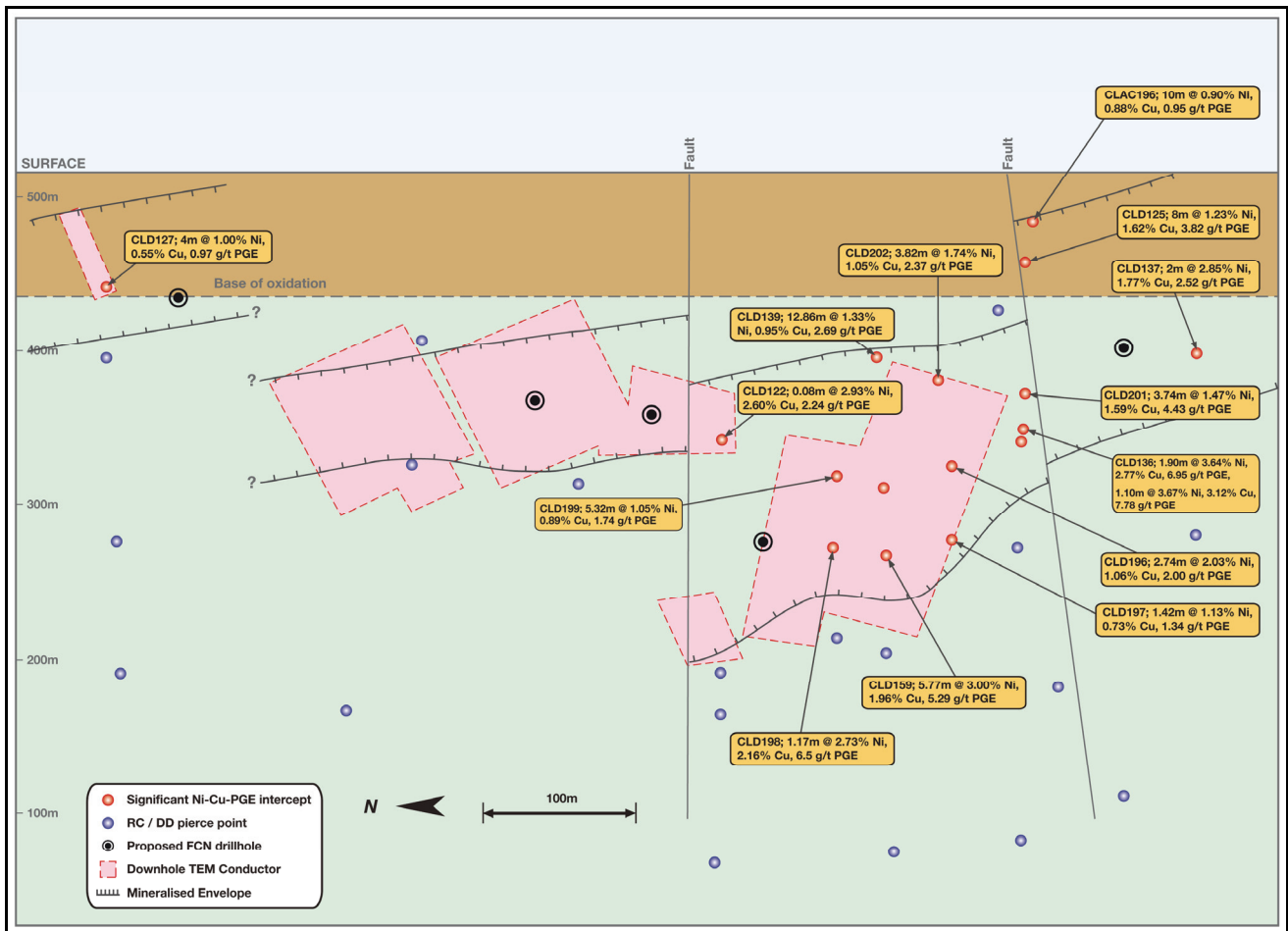
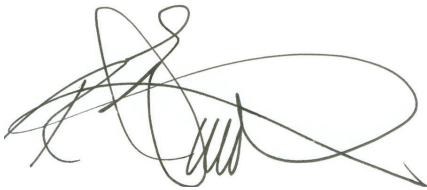


Figure 1 – Olympia Prospect longitudinal section (looking to the east) showing down-hole conductors within interpreted mineralised envelopes and proposed drilling to test for additional Ni-Cu-PGE massive sulphide mineralisation.

The information in this report to which this statement is attached that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Graeme Cameron, Technical Director for Falcon Minerals Ltd. Mr Cameron is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM) and has sufficient experience, which is relevant to the style of Mineralisation and type of deposit under consideration and to the activity, which he is undertaking to qualify as a competent person, as defined in the 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Cameron consents to the inclusion in the report of the matters based on his information, in the form and context in which it appears.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Richard Diermajer', with a large, sweeping flourish extending to the right.

Richard Diermajer
Managing Director

For further details contact:

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