

7th February 2011

SPP EXTENSION AND NEW RESEARCH REPORT

1. SPP Extension

As stated in the Company's announcements dated 24th and 27th January 2011, the Share Purchase Plan Offer (SPP Offer) was mailed to shareholders on 27th January but due to delays in Australia Post, the documents were not delivered in Perth and other parts of Australia until between 2nd - 4th February 2011. For this reason, the closing date of the SPP Offer has been extended by 2 days from 5pm Perth time on Monday, 14th February to the same time on Wednesday, 16th February 2011.

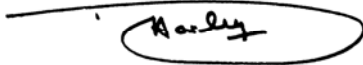
With the 2 day extension of the SPP Offer, the following amended dates will apply:

Closing Date for Applications	16 th February 2011
Expected New Share Allotment	22 nd February 2011
Expected Date for Commencement of Trading in New Shares	23 rd February 2011
Holding Statements Mailed to Shareholders	23 rd February 2011

2. New Research Report

The Company has received a new research report on 4th February 2011, written by Australian company Resource Capital Research and mainly focused on the Coburn Zircon Project in Western Australia. This report has been lodged on the Company's website, www.gunson.com.au.

As reported in the Company's December 2010 quarterly report, the predicted financial returns of the Coburn Project have improved considerably since the end of 2010 and this has been reflected by increased investor interest in financing the proposed mine development. The Company's optimism regarding completion of a financing deal on Coburn is now higher than it was in 2010, due to the increased strategic investor interest.



**D N HARLEY
MANAGING DIRECTOR**

Investor enquiries:

Telephone: (08) 9226 3130
Facsimile: (08) 9226 3136
Email: enquiries@gunson.com.au
Website: www.gunson.com.au
Address: PO Box 1217, West Perth
Western Australia 6872