



Lion Selection Group

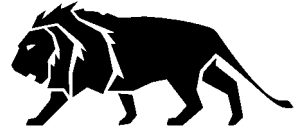


NSX RELEASE : LGP

14 MAY 2010

Lion Manager and Associates Declare 9.1% Ownership of LGP

Lion Selection Group Limited (LGP) has received the attached substantial shareholder notice from Lion Manager and its associates declaring ownership of 9.1% of LGP.



LION MANAGER PTY. LTD.

ACN 078 018 934

AFSL 237 979

14 May 2010

Lion Selection Group Limited
Level 4
15 Queen Street
MELBOURNE VIC 3000

Robin Widdup and the other founding shareholders of Lion Manager are pleased to welcome three new equity holders, Tim Markwell, Hedley Widdup and Damon Rhodes, representing the next phase of the group's development. In parallel with these changes, Lion Manager Pty Ltd, Selection Holdings Pty Ltd, and its shareholders (Robin Widdup, Chris Melloy, Mike Brook, Tim Markwell, Hedley Widdup and Damon Rhodes) ("Lion Manager Group") have informally agreed to act in concert with respect to shares held in Lion Selection Group Limited. The attached announcement reflects this informal association.

Peter Maloney has retired from Lion Manager, and the Lion team would like to express their heartfelt thanks to Peter for his invaluable contribution. Over the last 6½ years, Peter's broad commercial experience has helped guide the Lion group through a variety of challenges and opportunities, delivering tremendous returns for shareholders. Peter is the non-executive Chairman of Catalpa Resources Limited.

Background on Lion Manager

Headed by Robin Widdup, Lion Manager Pty Ltd (Australian Financial Services Licence No. 237979) is the manager for the special purpose African Lion and Asian Lion investment funds, being funds in which Lion Selection Group is the largest shareholder. Lion Manager is a privately owned Australian company, with its shareholders being Robin Widdup, Chris Melloy, Mike Brook, Tim Markwell, Hedley Widdup and Damon Rhodes. Lion Manager's focus is on providing specialist investment advice in relation to junior mining and exploration companies to wholesale clients.

Lion Manager Pty Ltd

Level 4, 15 Queen Street, Melbourne 3000 Vic Australia

T +61 3 9614 8008 **F** +61 3 9614 8009

Form 603
Corporations Act 2001
Section 671B

Notice of initial substantial holder

To Company Name/Scheme LION SELECTION GROUP LIMITED

ACN/ARSN 077 729 572

1. Details of substantial holder (1)

Name The Lion Manager Group as defined in ANNEXURE A
ACN/ARSN (if applicable) REFER ANNEXURE A

The holder became a substantial holder on 13/05/2010

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
Ordinary	7,988,682	7,988,682	9.08%

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
The Lion Manager Group	The power to exercise or control the exercise of a right to vote attached to securities pursuant to an oral understanding reached 13/05/2010 that they will each vote in the same manner.	Ordinary 7,988,682

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
The Lion Manager Group	Lion Manager Pty Ltd	Lion Manager Pty Ltd	Ordinary 300,000
The Lion Manager Group	Selection Holdings Pty Ltd	Selection Holdings Pty Ltd	Ordinary 383,417
The Lion Manager Group	Robin Anthony Widdup & Janet Widdup <Widdup Super Fund A/C>	Robin Anthony Widdup & Janet Widdup <Widdup Super Fund A/C>	Ordinary 804,793
The Lion Manager Group	WWW Management Pty Ltd	WWW Management Pty Ltd	Ordinary 3,039,116
The Lion Manager Group	Christopher Paul Melloy & Anne Christine Melloy <Melloy Super Fund>	Christopher Paul Melloy & Anne Christine Melloy <Melloy Super Fund>	Ordinary 239,280
The Lion Manager Group	Gemfield Lake Pty Ltd	Gemfield Lake Pty Ltd	Ordinary 1,519,709
The Lion Manager Group	Michael David Brook & Jenny Lee Brook <MB & JL Brook Super Fund>	Michael David Brook & Jenny Lee Brook <MB & JL Brook Super Fund>	Ordinary 32,736
The Lion Manager Group	Mikejen Pty Ltd <Brook Family A/C>	Mikejen Pty Ltd <Brook Family A/C>	Ordinary 1,659,892
The Lion Manager Group	Hedley Widdup	Hedley Widdup	Ordinary 9,739

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
The Lion Manager Group	19/01/2010 to 22/04/2010	50cps		Ordinary 1,867,864
The Lion Manager Group	13/05/2010	N/A		Ordinary 6,120,818

6. Associates

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
The Lion Manager Group as detailed in Annexure A attached	Pursuant to an oral understanding reached 13/05/2010.

7. Addresses

The addresses of persons named in this form are as follows:

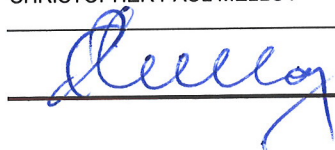
Name	Address
Lion Manager Pty Ltd	Level 4, 15 Queen Street, Melbourne
Selection Holdings Pty Ltd	Level 4, 15 Queen Street, Melbourne
Robin Anthony Widdup	Level 4, 15 Queen Street, Melbourne
Christopher Paul Melloy	Level 4, 15 Queen Street, Melbourne
Michael David Brook	Level 4, 15 Queen Street, Melbourne
Timothy Shaun Markwell	Level 4, 15 Queen Street, Melbourne
Damon Michael Rhodes	Level 4, 15 Queen Street, Melbourne
Hedley James Widdup	Level 4, 15 Queen Street, Melbourne

Signature

print name CHRISTOPHER PAUL MELLOY

capacity DIRECTOR

sign here



date 14/05/2010

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 7 of the form.
 - (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
 - (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
 - (4) The voting shares of a company constitute one class unless divided into separate classes.
 - (5) The total number of votes attached to all the voting shares in the company or voting interests in the scheme (if any) that the person or an associate has a relevant interest in.
 - (6) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
 - (7) Include details of:
 - (a) any relevant agreement or other circumstances by which the relevant interest was acquired. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).
- See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown."
 - (9) Details of the consideration must include any and all benefits, moneys and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.

ANNEXURE A

This is annexure **A** of 1 page referred to in form 603 Notice of Initial Substantial Holder.

Details of Substantial Holder:

Lion Manager Pty Ltd ACN 078 018 934
Selection Holdings Pty Ltd ACN 078 081 197
Robin Anthony Widdup
Christopher Paul Melloy
Michael David Brook
Timothy Shaun Markwell
Damon Michael Rhodes
Hedley James Widdup

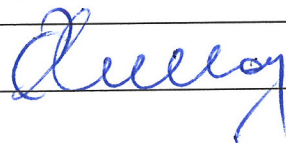
collectively referred to in this form 603 as **The Lion Manager Group**.

Signature

print name CHRISTOPHER PAUL MELLOY

capacity DIRECTOR

sign here



date 14/05/2010