

8 July 2010

ASX ANNOUNCEMENT

SHARE PURCHASE PLAN

Crusader Resources Limited (“**Crusader**” or “**the Company**”) is pleased to announce a Share Purchase Plan (“**SPP**”) for the issue of up to a maximum of 2,857,142 shares to existing shareholders at an issue price of \$0.35 per share to raise a maximum of \$1 million. The plan offers shareholders the opportunity to subscribe for additional fully paid ordinary shares in the Company, without brokerage or other transaction costs, by selecting one of the options listed below. The Directors of Crusader wanted shareholders to have the opportunity to subscribe for additional shares at the same price accepted by institutional and professional investors in a recent placement, announced on 2 July 2010.

Options Available to Shareholders:

Shareholders who wish to participate will be able to select one of the following subscription alternatives:

Offer A (maximum)	28,571 shares	Amount payable:	\$10,000
Offer B	14,286 shares	Amount payable:	\$ 5,000
Offer C	5,714 shares	Amount payable:	\$ 2,000
Offer D (minimum)	2,857 shares	Amount payable:	\$ 1,000

The maximum amount of \$10,000 applies to all eligible shareholders regardless of the size of their current shareholding.

Issue Price

The subscription price for shares offered under the SPP is \$0.35 per share. This price represents a 7.7% discount to the volume weighted average sale price of Crusader shares sold on the ASX during the five trading days prior to the record date.

Key dates*

The offer pursuant to the SPP opens on 16 July 2010 and **closes at 5pm (Perth time) on 11 August 2010**.

Event	Date
Record Date for determining the eligibility to participate in the SPP	5pm (WST) 1 July 2010
Opening Date for the SPP	16 July 2010
Closing Date for the SPP	5 pm (WST) 11 August 2010
Allotment Date	18 August 2010
Quotation Date of shares under the SPP	19 August 2010

** These dates are indicative only. The Company may vary the dates without notice.*

Participation in the SPP is entirely at your option and is subject to the Terms and Conditions enclosed. The Directors may, in their absolute discretion, reject or scale-back any application. If the Company rejects or scales-back an application or purported application, the Company will promptly return to the shareholder, the relevant application monies, without interest.

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Additional Information

The funds raised under this SPP will be used to fund accelerated exploration in both Brazil and Australia and for general working capital.

Crusader is at a very exciting point in its growth phase. Production at the Posse Iron Ore mine is imminent and the technical and commercial evaluation of the Borborema Gold project has been completed. The completion of assaying of drill core from Borborema, will enable a JORC compliant resource estimation to be finalised. The Board is planning on making a final decision on purchasing 100% of the project by 31 July 2010.

Further details of the Company's current activities were included in the Company Presentation on 10 June 2010 and in other announcements made by the Company to ASX which are available on the ASX and the Company's website.

The Board of Crusader is excited about the future growth of the Company and strongly recommends all shareholders take the opportunity to participate in the SPP. All Directors with shareholdings intend to participate in the SPP for the maximum amount (i.e. Offer A).

Terms and Conditions of the SPP are attached to this announcement and will be dispatched to shareholders next week.

Yours faithfully



David Archer
CHAIRMAN

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SHARE PURCHASE PLAN

Pursuant to the Crusader Resources Limited (**Company**) Share Purchase Plan (**SPP**), the Company offers Eligible Shareholders the ability to acquire a parcel of fully paid ordinary shares worth \$1,000, \$2,000, \$5,000 or \$10,000 in the Company at a price of \$0-35 per Share.

Please carefully read the full Terms and Conditions relating to the Offer and the terms below, as you will be bound by them.

TERMS AND CONDITIONS

1. Opening and closing date of the Offer

The Offer opens on 9 July 2010. The offer closes at 5:00pm (WST) on 11 August 2010.

2. Eligibility

You are eligible to participate in the SPP only if you were a holder of fully paid ordinary shares in the Company (**Shares**) at 5:00pm (WST) on 1 July 2010 (**Record Date**) with a registered address in Australia. The Company's Board has determined that it is not practical for holders of Shares resident, or with registered addresses, in other jurisdictions to participate in the SPP. Each offer to eligible shareholders is made on the same terms and conditions. The offer is non-renounceable (i.e. you may not transfer your right to apply for SPP Shares to anyone else.)

3. Issue Price

The subscription price for Shares offered under the SPP is \$0.35 per Share.

You should note that the market price of Shares may rise or fall between the date of this offer and the date when the SPP Shares are issued to you. Accordingly, you should seek your own financial advice in relation to this Offer.

4. Rights Attaching to Shares

All SPP Shares once issued will rank equally with existing Shares.

5. No Transaction Costs

No brokerage, commissions or other transaction costs are payable by shareholders in respect of the acquisition of SPP Shares.

6. Anticipated Issue and Quotation Dates

The SPP Shares are expected to be issued and quoted on the ASX on or about Wednesday, 18 August 2010. As soon as practicable after that date, you will then receive a holding statement confirming the number of Shares that have been issued to you.

7. Number of SPP Shares Offered

If you are eligible to apply for shares under the SPP, you may select one of the following offers:

Offer A	28,571 shares	Amount payable:	\$10,000
Offer B	14,286 shares	Amount payable:	\$5,000
Offer C	5,714 shares	Amount payable:	\$2,000
Offer D	2,857 shares	Amount payable:	\$1,000

8. Maximum Applications

The Offer under the SPP needs to comply with the requirements of ASIC Class Order 09/425. Under those requirements, the maximum amount that can be applied for is \$15,000 irrespective of how many Shares you hold on the Record Date.

This limit also applies to you even if you receive more than one offer from the Company (for example, if you are both a sole and joint eligible shareholder, or if you are a shareholder with more than one holding under a separate account, you can only apply for SPP Shares once). To the extent that you hold Shares on behalf of another person resident outside Australia, it is your responsibility to ensure that any acceptance is in compliance with all applicable foreign laws.

To the extent that you hold Shares on behalf of another person (either as a trustee, nominee or custodian (**Beneficiary**), the Beneficiary is entitled to participate in the SPP only if:

- in the case of a trustee or nominee, you are expressly noted on the register of members as holding Shares on behalf of the Beneficiary; or
- in the case of a custodian, you confirm to Security Transfer Registrars in writing before 5pm on 11 Aug 2010 that you are the registered holder of Shares held on trust for the Beneficiary and any Shares which are issued to you under the SPP as nominee for the Beneficiary who applies for Shares under the SPP will be allocated to that Beneficiary.

The Company reserves the right to reject any application for SPP Shares to the extent it considers that the application (whether alone or in conjunction with other applications) does not comply with these requirements.

The Company proposes to raise up to \$1,000,000 under the SPP. This means that if the total value of the Shares applied for is more than \$1,000,000, the Company may, in its absolute scale-back a lesser number of Shares to you than you applied for.

If the Company scales-back an application or purported application, the Company will promptly return to the Shareholder, the relevant application monies, without interest.

9. No Underwriting

The SPP is not underwritten.

10. Participation Optional

Participation in the SPP is entirely at your option. If you are in any doubt as to whether you should participate in the SPP or how such participation will affect you (including taxation implications), you should contact a professional adviser. The Company and the Board make no recommendations as to the desirability or otherwise of your participation in the SPP.

11. Change of Offer

The Company may change, suspend or terminate the SPP or these Terms and Conditions at any time whether because of a change of law, ASIC requirements or policy or any other circumstance relevant to the SPP or the Company. If the Company does this, it will post a notice on the Company's website. Failure to notify shareholders of changes to, suspension or termination of the SPP or these Terms and Conditions will not invalidate the change, suspension or termination. The Company reserves the right to issue no SPP Shares or fewer SPP Shares than an eligible shareholder applies for under the SPP if the Company believes the issue of those SPP Shares would contravene ASIC requirements or policy, any law or any ASX Listing Rule. No interest will be paid on any money refunded. The Company's rights to change, suspend or terminate the SPP may be exercised by the Board or any delegate of the Board.

12. Dispute Resolution

The Company may settle any dispute in relation to the SPP or the terms and conditions of the SPP in any manner it thinks fit, whether generally or in relation to any shareholder, applications or Shares. The Company's decision will be conclusive and binding.

13. How to Apply for SPP Shares If you would like to apply for SPP Shares, you must:

- Complete the enclosed Application Form and detach;
- Prepare a cheque for the appropriate amount, in Australian dollars, payable to "**Crusader Resources Limited – Application Funds Account** crossed **Not Negotiable**"; and
- Send the Application Form and cheque to
Crusader Resources Limited
c/- Security Transfer Registrars
770 Canning Highway, Applecross, WA 6153
PO Box 535, Applecross, WA 6953.

Alternatively, you may pay electronically using BPAY, in which case you do not need to return the application form. Do not forward cash. Receipts for payment will not be issued. Cheques will only be accepted if they are drawn in Australian currency on an Australian financial institution.

Applications must be received by **5:00pm (WST) on 11 August 2010**. Applications received after that time may not be accepted.

By completing an Application Form you agree to be bound by these terms and conditions and the Company's constitution. Applications and payments may not be withdrawn once the Company has received them. Application money will not bear interest as against the Company under any circumstances.

14. Enquiries

If you have any questions in respect of the SPP, please contact Security Transfer Registrars by email on admin@securitytransfer.com.au or by phone on 08 9315 2333 (within Australia) or +61 8 9315 2333 (outside Australia).