

CONVERGENT MINERALS LTD



20 September 2011

Australian Securities Exchange

Convergent Minerals Limited

Blackwood Coal Pty Ltd- withdrawal from merger.

We wish to advise that Blackwood Coal Pty Ltd have withdrawn from the proposed transaction announced on 23 August 2011.

Blackwood advised that market conditions meant that the transaction, as proposed, was no longer in the best interests of Blackwood Coal Pty Ltd shareholders.

While we are extremely disappointed with Blackwood's decision we wish to remind shareholders that the agreement for the sale of the Bounty project to AFL Resources Ltd was also signed today in accordance with the notice lodged earlier. These decisions were in no way connected.

We also advise that CVG is in a sound financial position with currently held cash and liquids of approximately \$850,000 (based on the market prices of securities and cash balances) and the additional expectation of the proceeds of the sale of the Bounty project in due course.

We will continue to develop our Windarling iron ore project and to seek other suitable projects for the company.



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