

ASX ANNOUNCEMENT

16 February 2009

MARAYES AGREEMENT

The Directors of Orocobre wish to advise that the company has withdrawn from the Marayes option to purchase agreement.

The Company has undertaken detailed assessment of the potential of Marayes over the last six months and has concluded that the project's target size is not sufficient to justify on-going expenditure of capital when compared against the Company's Olaroz Lithium-Potash Project and the recently announced South American Salars initiative.

The Company maintains its interest in the Santo Domingo Project which has large copper-gold porphyry targets. However, the focus in the immediate future will be on Olaroz in particular and also the South American Salars initiative.

For and on behalf of the Board

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Company Secretary

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