

ASX and Media Release

14 January 2011

PERILYA LIMITED ANNOUNCES THE COMPLETION OF ITS COMPULSORY ACQUISITION OF ALL THE ISSUED AND OUTSTANDING SHARES OF GLOBESTAR MINING CORPORATION

Perilya Limited (ASX: PEM) ("**Perilya**") today announced that Perilya Canada Limited ("**Perilya Canada**"), a direct wholly-owned subsidiary of Perilya, has completed its compulsory acquisition of 2,480,127 common shares of GlobeStar Mining Corporation ("**GlobeStar**") (the "**Common Shares**") at a price of C\$1.65 in cash per Common Share.

The acquisition was made pursuant to the Notice of Compulsory Acquisition made under the Canada Business Corporations Act and mailed to the holders of Common Shares who did not accept its offer to purchase all of the Common Shares of GlobeStar dated October 25, 2010, as amended by the Notice of Extension dated November 30, 2010. On December 10, 2010, Perilya Canada acquired 108,899,358 Common Shares of GlobeStar representing approximately 97.77% of the Common Shares of GlobeStar on a fully-diluted basis. As of January 10, 2011, Perilya Canada owns 111,379,485 Common Shares of GlobeStar representing 100% of the Common Shares of GlobeStar.

Perilya further announced that following completion of its compulsory acquisition of GlobeStar's Common Shares it made application to the Toronto Stock Exchange ("**TSX**") for the de-listing of GlobeStar from the official list of the TSX.

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About Perilya

Perilya Limited is an Australian base metals mining and exploration company. Perilya is the operator of the Broken Hill zinc, lead, silver mine in NSW Australia, the Cerro de Maimón copper, gold & silver mine in the Dominican Republic and the Flinders zinc silicate project in South Australia.

The Company's operations at the iconic Broken Hill mine went through a resizing in 2008 which has resulted in significant improvement in productivity, profitability and cashflows resulting in an extension to the life of mine of in excess of 10 years.

In addition to its mining operations, the Company has an active exploration and development program which includes exploration and development programs in the Broken Hill region NSW Australia and in the Flinders region of South Australia in the vicinity of its Beltana zinc silicate project. The Company also has extensive exploration programs underway on its Dominican Republic mining and exploration concessions that include a laterite nickel project and highly prospective copper, gold & silver targets near its Cerro de Maimón mine.

The Company is reviewing options for the development of the Mount Oxide Copper and Cobalt Project in the Mount Isa region in Queensland. In addition, the Company has a 60% interest in the Moblan lithium project located in Quebec, Canada, which is currently undergoing a development study (the remaining 40% is held by SOQUEM, which is an investment company owned by the Quebec Government in Canada).

Perilya is owned 52% by Shenzhen Zhongjin Lingnan Nonfemet Co. Ltd, (China's third largest zinc producer).

For more details, visit www.perilya.com.au