ASX Release 27 September 2012

OPTION TO ACQUIRE 560,000oz PEAK HILL GOLD PROJECT

RESOURCE AND INVESTMENT NL (ASX: **RNI**) (**RNI** or the Company) has reached agreement with Montezuma Mining Company Limited for an option to acquire control of the historic Peak Hill Gold Project, approximately 125km north of Meekatharra in Western Australia.

Peak Hill comprises mining leases and prospecting and exploration licences covering a total of 211km^2 which contain JORC compliant gold resources of more than 560,000 ounces in a series of historic open pits (based on 11.52Mt @ 1.51g/t) (Annexure B).

Peak Hill adjoins leases within RNI's 2,225km^2 Grosvenor Project, which hosts JORC compliant gold resources of 1.2 million ounces. This gives a combined gold inventory of more than 1.7 million ounces.

RNI is refurbishing the 1Mtpa Grosvenor gold plant, which is scheduled to resume production in 2013. The Peak Hill deal is in line with RNI's strategy of unlocking stranded gold deposits in the area as the Company continues its gold and base metals exploration programs.

RNI plans to review the Peak Hill gold resources to assess whether they may be suitable to include in the Company's long-term mining plan for the refurbished Grosvenor gold plant.

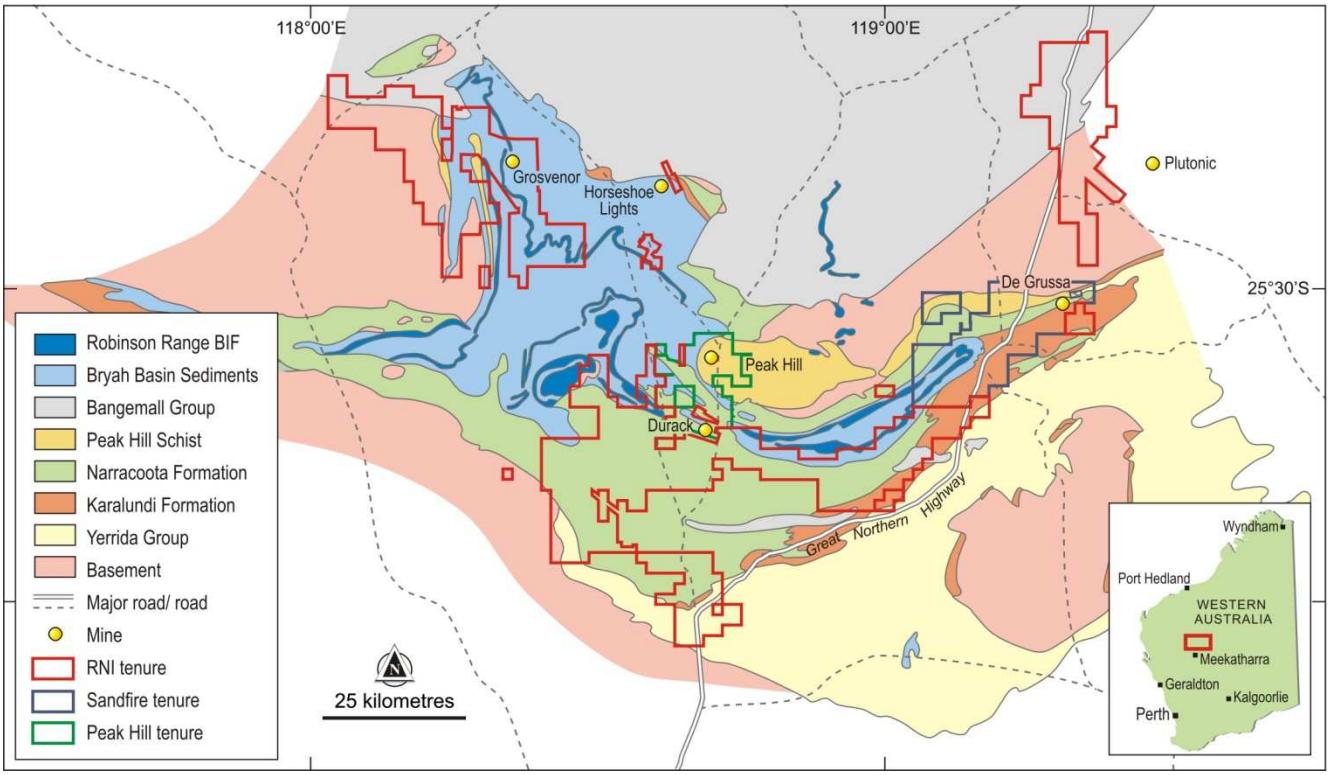

Figure 1: Location of RNI's Grosvenor Project and the Peak Hill Gold Project

RESOURCE AND INVESTMENT NL ABN 77 085 806 284
34 Bagot Road Subiaco Western Australia 6008 PO Box 298 West Perth WA 6872 T +61 8 9489 9200 F +61 8 9489 9201
E general@rninl.com.au W rninl.com.au

Agreement Terms

RNI, through wholly owned subsidiary Grosvenor Gold Pty Ltd (GGPL), has reached agreement to pay Montezuma (ASX: MZM) $100,000 for an option to acquire wholly owned subsidiary Peak Hill Metals Pty Ltd (PHMPL), which holds leases comprising the Peak Hill Gold Project (Annexure A). Approximately 547,000 ounces of the Peak Hill gold resources are attributable to Peak Hill Metals Pty Ltd and thus covered by the option with RNI.

The option to acquire PHMPL is for an initial period to 29 March 2013. The Company will have the right to extend the option period to 28 June 2013 on payment of an option extension fee of $50,000.

The grant of the option under the Option Agreement is conditional on various transfers, assignments and documents being completed and Montezuma's shareholders approving the sale of PHMPL to GGPL.

During the period of the option, GGPL will be required to carry out exploration on the tenements at its own expense that is sufficient to meet all prescribed expenditure commitments for the period concerned.

Should GGPL exercise the option to acquire PHMPL, the consideration to be paid to Montezuma will be $2.8 million, 8.4 million fully paid ordinary RNI shares and 2.1 million unlisted $0.75 RNI options exercisable within 3 years from the date of issue.

In addition, GGPL will pay Montezuma a gross royalty of 1% of all revenue received from the sale or disposal of ore from the Peak Hill project tenements to a limit of $1 million.

Further details of the Peak Hill project resource inventory and classification are set out in Annexure B attached.

For further information, contact:

ALBERT THAMM
TECHNICAL DIRECTOR
Tel: +61-8 9489 9200

About RNI
Resource and Investment NL is on target to begin gold production in 2013 from the 100% owned Grosvenor Gold Plant, 170km north-west of the historic West Australian mining region of Meekatharra. The Grosvenor plant is supported by a near-mine gold inventory of 1.2Moz based on 16.6 million tonnes @ 2.2g/t.

RNI continues to prioritise gold and base metals drilling targets across its highly-prospective 2,225km^2 Grosvenor Project in Western Australia's Bryah Basin. The Company is also preparing to drill priority base metals targets at the neighbouring Horseshoe Lights East Project, which adjoins the old Horseshoe Lights VMS copper-gold mine.

Competent Person's Statement

The information in this ASX release that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Albert Thamm, who is a Fellow and Chartered Professional of the Australasian Institute of Mining and Metallurgy. Mr Thamm is a Director of Resource and Investment NL and has sufficient experience which is relevant to the style of mineralisation and types of deposit under consideration and to the activities undertaken to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code of Reporting of Mineral Resources and Ore Reserves. Mr Thamm consents to the inclusion in the release dated 27 September 2012 on the matters based on information in the form and context in which it appears.

Forward-Looking Statements

This ASX release has been prepared by Resource and Investment NL. This document contains background information about Resource and Investment NL and its related entities current at the date of this announcement. This is in summary form and does not purport to be all inclusive or complete. Recipients should conduct their own investigations and perform their own analysis in order to satisfy themselves as to the accuracy and completeness of the information, statements and opinions contained in this announcement. This announcement is for information purposes only. Neither this document nor the information contained in it constitutes an offer, invitation, solicitation or recommendation in relation to the purchase or sale of shares in any jurisdiction.

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Any forward-looking statements in this ASX release speak only at the date of issue of this announcement. Subject to any continuing obligations under applicable law and ASX Listing Rules, Resource and Investment NL does not undertake any obligation to update or revise any information or any of the forward-looking statements in this document or any changes in events, conditions or circumstances on which any such forward-looking statement is based.

ANNEXURE A SCHEDULE - TENEMENTS

Tenement	Registered Holder	Interest
M52/35	Peak Hill Metals Pty Ltd	100
M52/474	Peak Hill Metals Pty Ltd	100
M52/56	Peak Hill Metals Pty Ltd	100
M52/297	Peak Hill Metals Pty Ltd	100
P52/1234	Peak Hill Metals Pty Ltd	100
E52/2237	Peak Hill Metals Pty Ltd	100
L52/2	Peak Hill Metals Pty Ltd	100
L52/19	Peak Hill Metals Pty Ltd	100
L52/20	Peak Hill Metals Pty Ltd	100
L52/39	Peak Hill Metals Pty Ltd	100
L52/62	Peak Hill Metals Pty Ltd	100
L52/63	Peak Hill Metals Pty Ltd	100
E52/2413	Peak Hill Metals Pty Ltd	100
E52/2472	Peak Hill Metals Pty Ltd	100
E52/2471	Peak Hill Metals Pty Ltd 85/100 Montezuma Mining Company ltd (for Wilson) 15/100	Peak Hill 85/100 MZM (Wilson) 15/100
P52/1348	Peak Hill Metals Pty Ltd 85/100 Montezuma Mining Company ltd (for Wilson) 15/100	Peak Hill 85/100 MZM (Wilson) 15/100
P52/1417	Peak Hill Metals Pty Ltd 85/100 Montezuma Mining Company ltd (for Wilson) 15/100	Peak Hill 85/100 MZM (Wilson) 15/100
P52/1418	Peak Hill Metals Pty Ltd 85/100 Montezuma Mining Company ltd (for Wilson) 15/100	Peak Hill 85/100 MZM (Wilson) 15/100
P52/1419	Peak Hill Metals Pty Ltd 85/100 Montezuma Mining Company ltd (for Wilson) 15/100	Peak Hill 85/100 MZM (Wilson) 15/100
P52/1343	Peak Hill Metals Pty Ltd 85/100 Montezuma Mining Company ltd (for Wilson) 15/100	Peak Hill 85/100 MZM (Wilson) 15/100
P52/1344	Peak Hill Metals Pty Ltd 85/100 Montezuma Mining Company ltd (for Wilson) 15/100	Peak Hill 85/100 MZM (Wilson) 15/100

P52/1345	Peak Hill Metals Pty Ltd 85/100 Montezuma Mining Company ltd (for Wilson) 15/100	Peak Hill 85/100 MZM (Wilson) 15/100
P52/1189	Peak Hill Metals Pty Ltd Horseshoe Gold Mine Pty Ltd	Peak Hill 85/100 Horseshoe 15/100
P52/1190	Peak Hill Metals Pty Ltd Horseshoe Gold Mine Pty Ltd	Peak Hill 85/100 Horseshoe 15/100
P52/1191	Peak Hill Metals Pty Ltd Horseshoe Gold Mine Pty Ltd	Peak Hill 85/100 Horseshoe 15/100
P52/1192	Peak Hill Metals Pty Ltd Horseshoe Gold Mine Pty Ltd	Peak Hill 85/100 Horseshoe 15/100
P52/1193	Peak Hill Metals Pty Ltd Horseshoe Gold Mine Pty Ltd	Peak Hill 85/100 Horseshoe 15/100
M52/801	Peak Hill Metals Pty Ltd Horseshoe Gold Mine Pty Ltd	Peak Hill 85/100 Horseshoe 15/100

ANNEXURE B: Peak Hill Project Resources

Mineral Resources at 0.8 g/t cut off				
Harmony, Enigma, Durack and Main Pit-Five Ways				
Classification	Material	Tonnes	Au	Ounces
		(t)	(g/t)	(Oz)
	Oxide	1,270,000	1.24	50,000
INDICATED	Transitional	2,940,000	1.35	128,000
	Fresh	4,960,000	1.58	252,000
TOTAL INDICATED		9,170,000	1.46	430,000
	Oxide	160,000	1	5,000
INFERRED	Transitional	80,000	1.12	3,000
	Fresh	1,510,000	1.57	76,000
TOTAL INFERRED		1,750,000	1.5	84,000
SUBTOTAL		10,920,000	1.47	514,000
Jubilee Deposit				
Mineral Resources at 1.0 g/t cut-off				
Classification	Material	Tonnes	Au	Ounces
		(t)	(g/t)	(oz)
INDICATED		100,000	1.95	6,300
INFERRED		505,000	2.49	40,500
SUBTOTAL		605,000	2.41	46,800
Combined Global Mineral Resources Estimated for the Peak Hill Project				
Classification		Tonnes	Au	Ounces
		(t)	(g/t)	(Oz)
INDICATED		9,270,000	1.46	436,000
INFERRED		2,255,000	1.72	125,000
TOTAL		11,525,000	1.51	561,000

Note: Grade, tonnage and ounces have been rounded and may result in computational discrepancies the above table.