ASX ANNOUNCEMENT **Tuesday 8 September 2009**

Vermiculite Bulk Sample to be Shipped to Europe

The Directors of Gulf Resources Ltd (ASX:GLF; "Gulf") are pleased to announce that the company is in the process of shipping a 20 tonne bulk sample of vermiculite concentrate to a potential customer in Europe, which is a substantial end-user of the material.

Preparation of the shipment follows successful initial product testing of an initial trial sample previously sent in August 2009.

The customer produces fire proof and fire resistant materials for the transport industry and the 20 tonne bulk sample will enable them to conduct further product tests, including government benchmarking of their finished products.

Successful testing of the 20 tonne sample has the potential to generate substantial ongoing sales of vermiculite concentrate from the East African Vermiculite operation.

A number of other potential customers in Middle East, Europe and the USA have been sent initial trial samples for testing and it is expected that they will lead to further orders for concentrate in the next few months.

Further trial samples of vermiculite concentrate are currently being prepared for the local East African market.

About Gulf Resources Limited (Gulf)

Gulf is a resource development company that creates value for shareholders through the identification, acquisition and valorisation of resource focused projects, with a particular emphasis on regions where Gulf maintains relationships that provide a strategic advantage.

With a team of experienced engineering, project management, legal, financial and resource specialists, Gulf fosters and seeks to develop projects of major significance to both the company and the countries in which Gulf operates.

Gulf currently operates in Eastern Africa, Vietnam, and Northern and Eastern Australia.

Further Information

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CP Statement

The information in this release that relates to the Exploration Process is based on information compiled by Andrew Johnstone who is a member of the Australian Institute of Geoscientists (AIG). Andrew Johnstone provides exploration management consulting services to Gulf Resources Ltd and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which Andrew Johnstone is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Andrew Johnstone consents to the inclusion in the press release of the matters based on his information in the form and context in which it appears.