

**ALTERNATIVE MONTHLY REPORT FILED PURSUANT TO
PART 4 OF NATIONAL INSTRUMENT 62 – 103 (NI 62-103)**

This Report is being filed by an eligible institutional investor under Part 4 of NI 62-103:

(a) *Name and address of the eligible institutional investor:*

Paulson & Co. Inc. and relevant affiliates and associates are sometimes hereinafter collectively referred to as "Paulson".

Paulson & Co. Inc.
1251 Avenue of the Americas, 50th Floor, New York, NY 10020 USA

Reporting issuer: Greystar Resources Ltd. ("Greystar Resources")

Report for period ending: May 31, 2011

Paulson is an investment advisor that furnishes investment advice to and manages onshore and offshore investment funds and separate managed accounts (such investment funds and accounts, the "Funds"). In its role as investment advisor or manager, Paulson possesses voting and/or investment power over the securities of the issuer described in this report. All of the securities identified in this report are owned by the Funds.

(b) *Net increase or decrease in the number or principal amount of securities, and in the eligible institutional investor's securityholding percentage in the class of securities, since the last report filed by the eligible institutional investor under Part 4 of NI 62-103 or the early warning requirements;*

This report is Paulson's initial report.

(c) *Designation and number or principal amount of securities and the eligible institutional investor's securityholding percentage in the class of securities at the end of the month for which the report is made;*

Paulson reports that as at May 31, 2011, the Funds hold 8,838,210 common shares of Greystar Resources.

The Fund's securityholding percentage in the common shares of Greystar Resources (the "Common Shares") is 10.49%, based on 84,227,487 issued and outstanding Common Shares.

(d) *Designation and number or principal amount of securities and the percentage of outstanding securities referred to in paragraph (c) over which*

(i) *the eligible institutional investor, either alone or together with any joint actors, has ownership and control,*

none;

- (ii) ***the eligible institutional investor, either alone or together with any joint actors, has ownership but control is held by other entities other than the eligible institutional investor or any joint actor, and***

none;

- (iii) ***the eligible institutional investor, either alone or together with any joint actors, has exclusive or shared control but does not have ownership;***

Paulson, as an advisor or manager with voting and investment power, has exclusive control over all of the securities of Greystar Resources identified in item (c) above. Paulson disclaims beneficial ownership of such securities.

- (e) ***Purpose of the eligible institutional investor and any joint actors in acquiring or disposing of ownership of, or control over, the securities, including any future intention to acquire ownership of, or control over, additional securities of the reporting issuer;***

Paulson controls the Common Shares of Greystar Resources described herein on behalf of the Funds for investment purposes. In fulfilling its responsibilities to the Funds, Paulson may make its views known regarding the operation of the business and strategic direction or alternatives to Greystar Resources' management or board of directors from time to time, when proxies are solicited and on other occasions. Depending on market conditions and other factors that Paulson may deem material to its investment decisions, Paulson may, on behalf of the Funds, in the future acquire additional Common Shares, warrants, debentures, options or other derivative securities related to the Common Shares of Greystar Resources, in the open market or in privately negotiated purchases or otherwise. Paulson may also, on behalf of the Funds, depending on then-current circumstances, dispose of all or a portion of the Common Shares, warrants, debentures, options or other derivative securities related to the Common Shares of Greystar Resources, in one or more transactions, in each case to the extent then permitted by applicable law and regulation.

- (f) ***General nature and the material terms of any agreement, other than lending arrangements, with respect to securities of the reporting issuer entered into by the eligible institutional investor, or any joint actor, and the issuer of the securities or any other entity in connection with any transaction or occurrence resulting in the change in ownership or control giving rise to the report, including agreements with respect to the acquisition, holding, disposition or voting of any of the securities;***

N/A

- (g) ***Names of any joint actors in connection with the disclosure required by Appendix G of NI 62 - 103;***

N/A

- (h) ***If applicable, a description of any change in any material fact set out in a previous report by the eligible institutional investor under the early warning requirements or Part 4 of NI 62-103 in respect of the reporting issuer's securities; and***

N/A

- (i) ***Eligibility.***

This report is issued pursuant to the exemption from Early Warning Requirements described in Part 4.1 of NI 62-103. Paulson is an investment advisor that is registered under the *Investment Advisers Act of 1940* of the United States of America, as amended, and not disqualified from reporting under Part 4 of National Instrument 62-103. Specifically as of the date hereof, neither Paulson, nor to Paulson's knowledge, any entities which may be considered joint actors:

- (i) has made or intends to make a formal take-over bid for securities of Greystar Resources; or
- (ii) proposes or intends to propose a reorganization, amalgamation, merger arrangement or similar business combination that if completed could reasonably be expected to result in Paulson either alone or together with any joint actors, possessing effective control over Greystar Resources or a successor to all or part of the business of Greystar Resources.

Paulson disclaims beneficial ownership of all of the securities of Greystar Resources identified in paragraph (c) of this report.

CONTACT PERSON:

For further information, contact:

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Senior Vice President
General Counsel & CCO
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New York, NY 10020 USA

Telephone: 212-956-2221

DATE AND SIGNATURE:

This report is dated June 14, 2011 and is signed by an authorized officer of the eligible institutional investor.

PAULSON & CO. INC.

Per: "Stuart L. Merzer"

Stuart L. Merzer
General Counsel & CCO