



10 June 2011

Company Announcements Office

ASX Limited

**Share Placement Raising \$2.3m and Writ Discontinued**

The Company is pleased to announce a placement of 13.5 million shares at 18 cents per share to two China based private investors to raise approximately \$2.3 million.

These funds will replenish much needed cash resources which were depleted by events of the preceding six months, and will enable the Company to implement an interrupted drilling program, as well as expedite metallurgical analysis and a beneficiation works program on the Company's core Prairie Downs tenements.

The Company is also pleased to advise that the writ challenging the validity of proxies of the last EGM (see ASX announcement on 24 March 2011) has been discontinued by the plaintiff.

Yours sincerely,  
Richard Oh CA MAICD  
Executive Chairman

For enquiries please contact the Company Secretary, Michael van Uffelen, on 0450 095 988  
or the Chairman Richard Oh on 0411 697 249.