

\$0.14 Million Share Placement

Nagambie Resources Limited (ASX: NAG) ("Nagambie" or the "Company") is pleased to announce that it has placed 2,039,669 fully paid ordinary shares at 7.0 cents per share to Southern Cross Gold Limited.

Following the placement, Southern Cross Gold's shareholding in Nagambie has increased to 53,361,046 shares, 10.0% of Nagambie's new total issued shares of 533,610,463.

The issue price of 7.0 cents represents a 6.1% premium to the last closing price of 6.6 cents and a 2.8% discount to the 15-trading-day volume-weighted average price of 7.2 cents.

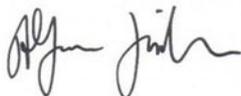
The placement shares were issued pursuant to the Company's existing Listing Rule 7.1A placement capacity.

The funds are to be used by Nagambie to:

- 1) Continue the accelerated diamond drilling of high-grade, antimony-gold, Costerfield-Mine-style veins at the 100%-owned Nagambie Mine; and
- 2) Add to general working capital.

Nagambie Resources' Executive Chairman, Mike Trumbull, commented: *"Diamond drilling of the C1 vein system, striking north-south under the West Pit at the Nagambie Mine, has progressed faster than expected. Drilling of the C2 vein system target, 200m west of C1 and also under the West Pit, is now planned to commence before Christmas."*

By the order of the Board



Alfonso Grillo
Company Secretary

For further information, please contact:

James Earle (CEO)

Email: james@nagambieresources.com.au

Phone: +61 481 462 642

Sam Jacobs

Email: sam.jacobs@sdir.com.au

Phone: +61 423 755 909

533 Zanelli Road
Nagambie Vic 3608
Australia

ASX : NAG

www.nagambieresources.com.au

T : +61 (03) 5794 1750

E : info@nagambieminig.com.au

Executive Chairman
Michael Trumbull

CEO
James Earle

Non-Executive Directors
Alfonso Grillo
Bill Colvin
Warwick Grigor

For Enquiries:

James Earle (CEO):
james@nagambieresources.com.au

Sam Jacobs:
sam.jacobs@sdir.com.au