



International Goldfields Limited
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Media Release
7 October 2009

IGC finalises A\$60M sale of Bushveldt stake to NKWE Platinum & confirms acquisition

Key points:

- Formal Asset Sale Agreement between IGC and NKWE signed,
- International Goldfields receives non refundable deposit of A\$1 million
- Second payment of A\$9M to be received within 5 days of shareholder approval,
- Final payment of A\$50M to be received on; Xstrata exercising option or the grant of Mining Approval, and
- IGC acquires 50% stake in prospective multi-billion barrel oil fields in one of the major undeveloped new oil basins in Kazakhstan

Australian platinum exploration company International Goldfields Limited (ASX: IGC) ("IGC" or the Company") has executed a formal asset sale agreement with ASX-listed company NKWE Platinum Limited (ASX: NKP) ("NKWE") pursuant to which IGC will sell its 15 per cent interest in the Bushveldt platinum region of South Africa ("Tubatse Project") to NKWE for A\$60M.

Under the terms of the formal asset sale agreement NKWE will make the following payments to IGC for the acquisition of IGC's interest:-

- A\$9M within 5 days of approval of transaction by IGC shareholders (with IGC having received A\$1M deposit to be refunded only if shareholder approval is not obtained); and
- A\$50M on or before the earlier of:
 - the grant of the Mining Approval in respect of the Tubatse Project; and
 - Xstrata South Africa exercising its option with NKWE to acquire a 50% interest in the Tubatse project 5 PGM properties (collectively the farms Hoepakrantz, Nooitverwacht, Eerste Geluk, Garatouw and De Kom situated on the eastern limb of the Bushveld Igneous Complex).

IGC will transfer a 5% interest to NKWE after the A\$9M payment is made and the remaining 10% interest will be transferred to NKWE after the final A\$50M is made to IGC. If NKWE does not pay the A\$50M within the prescribed time frame IGC will retain its 10% interest in the Tubatse Project which currently has a JORC resource of approximately 45m ozs (3PGE plus Au) commencing at surface. IGC will also retain the \$A10M paid by NKWE. Between the date of the agreement and the requirement to pay the A\$50M, NKWE will satisfy all outgoings and expenditure payable by IGC in respect of the Tubatse Project.

The Board of IGC has agreed to the tranche payments given the other projects it wishes to pursue and the delay in development of the Tubatse Project in the immediate short term with NKWE's focus on the adjoining Garatau Project directly north.

The asset sale transaction is subject to government, regulatory and shareholder approvals. IGC is currently preparing a notice of meeting, which will be sent to shareholders in the coming weeks.

IGC Chairman, Tony Sage, said the receipt of the first payment will provide the Company with the financial backing to finalise negotiations for the acquisition of a 50% stake in prospective multi-billion barrel oil fields in one of the major undeveloped new oil basins in Kazakhstan (refer ASX announcement 7 October 2009).

"We have been reviewing a number of significant acquisition opportunities for the past 6-12 months and with this first payment received, and a substantial payment to be made in the coming month, we will have been able to finalise the most prospective of these acquisitions", said Mr Sage.

ENDS

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Competent Person Statement

The information in this report that relates to the Mineral Resources for the Tubatse Project is based on a resource estimate completed by Mr Nico Denner who is employed by Geological and Mine Evaluation Computer Services. Mr Denner is a Geologist with 14 years experience in the South African Mining Industry and sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he 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 the Ore Reserves. Mr Denner is a Member of South African Council for Natural Scientific Professions (Membership No. 400060/98). Mr Denner consents to the inclusion of this information in the form and context in which it appears in this report.