

19 November 2010



ASX Release

Share Placement

Cobar Consolidated Resources Limited (ASX:CCU) ("Company") announced today that it had agreed to place up to 16M shares at 40.8 cents per share to raise up to \$6.5M to Magna Resources Corporation Pte Ltd.

Magna is the majority shareholder of PT Barito Pacific Tbk and currently holds 13M shares (9.9%) in the Company.

Commenting on the share placement, Cobar's Managing Director Ian Lawrence said, "We're pleased to see Magna increase its interest in the Company. The proceeds from the placement will assist us to continue moving the Wonawinta Silver Project forward."

The shares are expected to be placed in 2 tranches. The first tranche of 7.5M shares is expected to be issued by Friday 26 November 2010. The second tranche of 8.5M shares is subject to Foreign Investment Review Board approval.

The placement of both tranches is within the Company's capacity to issue shares under ASX listing rule 7.1, without shareholder approval. It is anticipated that Magna will hold 19.7% of Cobar's issued capital when the placement of both tranches is completed.

Investor and media enquiries;
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Company Secretary
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About CCU: Cobar Consolidated Resources is developing the Wonawinta silver project, 85km south of Cobar in western New South Wales. Wonawinta has an indicated and inferred resource of 51M ounces of silver including a probable ore reserve of 14M ounces silver. Cobar expects to become a global scale silver producer at Wonawinta with production forecast at 2.5M ounces silver per annum, commencing in the December quarter of 2011. Refer to the Company's previous announcements for details of the Wonawinta Silver Project.

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