



Nagambie Mining Limited
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The Manager
Company Announcements Office
Australian Securities Exchange

\$1.0 Million Placement of Convertible Notes

Nagambie Mining is pleased to announce the placement of 25.0 million convertible notes at 4.0 cents each to sophisticated and professional investors, raising a total of \$1,000,000.

The principal terms of the notes are:

- Interest payable every 6 months at a rate of 10% per annum;
- Notes convertible 1:1 into fully paid ordinary Nagambie Mining Limited shares at any time within the maximum 5-year life of the notes at the option of the holder;
- Notes redeemable in cash in full after 5 years if not converted;
- Notes are unsecured but rank ahead of shareholders; and
- Notes are protected for reorganisation events (bonus issues, share consolidations etc).

The increase in working capital will enable the Company to continue to achieve its principal objectives, being to:

- Evaluate the oxide gold prospects held by the Company at the Nagambie Mine (MIN 5412) and within economic trucking distance of MIN 5412, targeting a minimum of 100,000 to 200,000 ounces of gold at grades between 1 and 2 g/t gold; and
- Investigate all the construction material opportunities at MIN 5412, including the sale of overburden and tailings and the commercialisation of sand deposits known to exist at the Mine.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Alfonso Grillo', is written over a faint circular stamp.

Alfonso Grillo
Company Secretary