



Stonehenge
METALS LTD

12 October 2010

The Manager
Company Announcements Office
ASX Limited, Exchange Centre, 20 Bridge Street
Sydney NSW 2000



ASX Code: SHE

STONEHENGE COMPLETES INSTITUTIONAL PLACEMENT

The Directors of Stonehenge Metals Limited (**Stonehenge** or the **Company**) are pleased to advise that the Company has received firm commitments for a placement of \$3,000,000.00 for the issue of 40 million shares at \$A0.075 per share to Australian and International Institutional Investors.

The Directors believe this additional investment in Stonehenge by institutional funds marks a significant milestone for the Company and is a major step toward achieving Stonehenge's objective to develop world class uranium assets in South Korea.

The placement provides Stonehenge with sufficient funds for the completion of the current development programme and 12 months working capital. The 12 month development goals of the company are outlined below;

1. Completion of the existing metallurgical test work program and evaluation of results;
2. Commencement of a Korean Community Relations plan to ensure the support of the local communities for exploration and future development;
3. Establishment of a formal agreement with a key Korean investor, joint venture partner and/or end user;
4. Completion of the compilation and evaluation of historical geological, metallurgical and drilling information; and
5. Commencement of drilling program.

Stonehenge Managing Director Richard Henning said, "Stonehenge is exceptionally pleased with the addition of more institutions to the Company's share register. Their investment in our company endorses the current program for the development of the project."

For further information visit www.stonehengemetals.com.au or contact:

Stonehenge Metals Limited

Richard Henning (Managing Director)

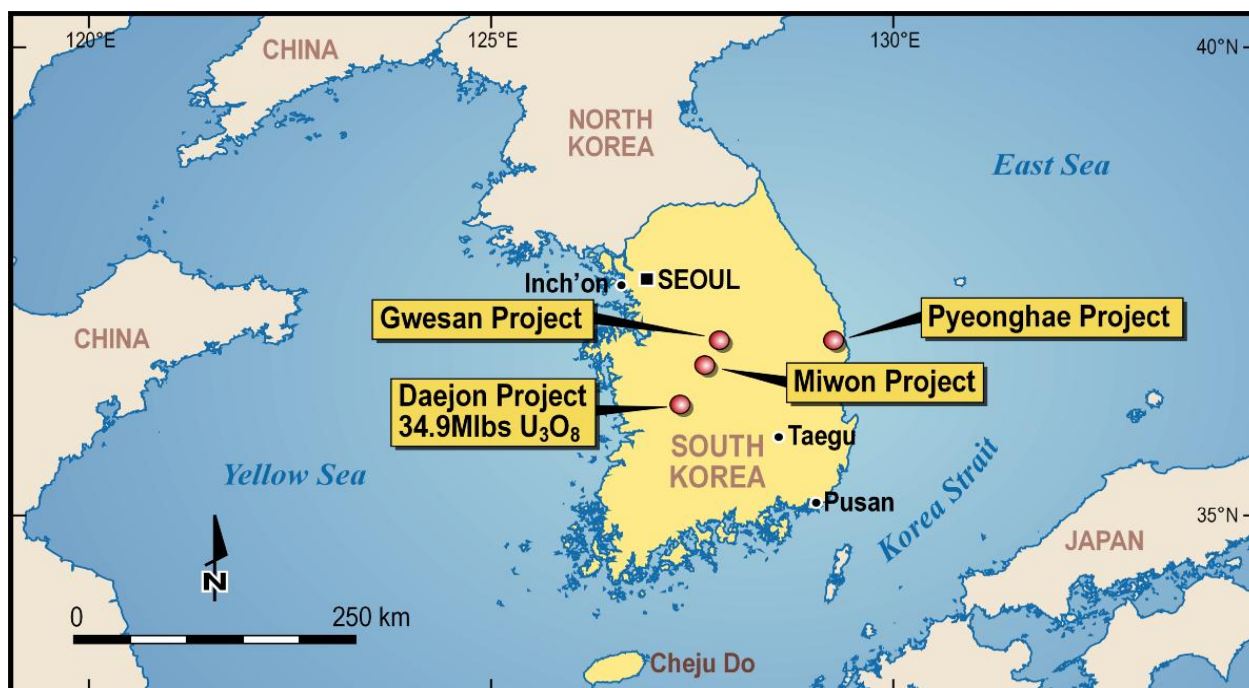
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ABOUT STONEHENGE METALS

Stonehenge Metals Limited (ASX Code: SHE) is developing a potentially world-class uranium project in South Korea. The Company's flagship Daejon Project boasts an Inferred Resource of 34.9Mlbs¹ grading 340ppm eU₃O₈ (in accordance with JORC guidelines).

Daejon is one of four projects Stonehenge holds in South Korea and has significant exploration upside via a conceptual exploration target² of 72Mlbs to 108Mlbs grading 250 to 350ppm U₃O₈. For further information go to www.stonehengemetals.com.au.



¹ The Company notes the tenure overlying approximately 2 million pounds of the current resource may be subject to an anticipated change in legislation which may in turn alter the Company's rights with respect to this portion of the resource. The Company will keep the market updated in relation to this matter.

² The potential quantity and grade of this exploration target is conceptual in nature, there has been insufficient exploration to define a Mineral Resource on the property and it is uncertain if further exploration will result in discovery of further Mineral Resources on the property.

Competent Persons Statement

The geological information on this web site relating to South Korean Exploration Results has been compiled by Mr. Christopher Sennitt of Senlac Geological Services Pty Ltd (2009) (ACN 010 677 595).

Mr Sennitt is a Member of The Australian Institute of Geoscientists and has 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 Ore Reserves". Mr Sennitt has consented to the inclusion in the document the Mineral Resources in the form and context in which they appear.

Geological modeling conducted on the Daejon Properties was conducted by Mr Simon Tear and Mr Arnold van der Heyden, who are full-time employees of Hellman & Schofield Pty Ltd with assistance from Simon Fleming of Stonehenge Metals Limited. Simon Fleming is a Fellow of the Australian Institute of Mines and Metallurgy (FAusIMM) who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which has been undertaken to qualify as Competent Persons as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code"). Simon Fleming is a geological consultant and has consented to the inclusion in the document the Mineral Resources in the form and context in which they appear.