



KORAB RESOURCES LIMITED

KORAB HOUSE

www.korab.com.au

SHARES

ASX: KOR

Last price: AU\$ 2.2

BERLIN: C6S.BE

Last price: € 0.02

OPTIONS

ASX: KORO

Last price: AU\$ 0.2

Wednesday, 7 May 2014

PLACEMENT

Korab Resources Ltd ("Korab", or "Company") (ASX: KOR) wishes to advise that it has resolved to place 601,555 fully paid ordinary shares in the capital of the Company without a disclosure document to unrelated, exempt investor under Section 708 of the Corporations Act. The placement price of 2.5 cents each is at a 14% premium to the last traded price of 2.2 cents for Company's securities, and at a 9% premium to the volume weighted average price of 2.3 cents calculated over the last 15 trading days on which trading in the Company's securities was recorded. The placement will be completed within Korab's existing placement capacity pursuant to Listing Rules 7.1 and no shareholder approval will be required. These 601,555 shares will constitute a dilution of 0.4% to Korab shareholders. The issue is not underwritten and there are no costs, or fees incurred in connection with the issue. Funds raised from this placement will be used for working capital purposes. The Company is raising funds by way of a placement to exempt investor rather than by way of a pro-rata offer or a Securities Purchase Plan (SPP) offered to all existing shareholders because of the time constraints, the relatively small size of the issue, the high cost of preparing and making an offer to all shareholders and because of a very low shareholder participation rate in the most recent SPP offer.

<END>

ABOUT KORAB RESOURCES

Korab Resources Ltd is an international mining and exploration company with operations in Australia and Europe. Korab's projects include gold and silver mine at Bobrikovo in eastern Ukraine, Geolsec rock phosphate mine and Winchester magnesite deposit at Batchelor in the Northern Territory (NT). The company also explores for gold and base metals at Batchelor in the NT and for gold and copper at Ashburton Downs in Western Australia. More information about Korab's projects can be sourced from Korab's website. Korab's shares are traded on Australian Securities Exchange (ASX) and on the Berlin Stock Exchange (Berliner Börse) through Equiduct electronic trading platform.



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