



ABN 74 106 240 475

Palace Resources Ltd
PO Box 1922
West Perth
WA 6872

Tel: (08) 9486 1122
Fax: (08) 9486 1011

17 November 2009

The Companies Announcement Office
Australian Stock Exchange Limited
20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam

Completion of Tranche #2 placement

As advised to the ASX in an announcement on 2 September 2009, Palace Resources Ltd ("Palace") proposed to issue a further 17,00,000 fully paid ordinary shares ("PXR") via 2 distinct allotment of shares.

Palace has pleasure in announcing that it has completed the 2nd and final tranche of its 17,000,000 PXR placement.

The shares were issued at a placement price of \$0.012 each and the final tranche of 10,100,000 PXR's have been issued and listed.

In order to remove any ambiguity, please be advised the following securities are immediately available for trade:

PXR	Fully paid ordinary shares	63,173,853
PXRO	Options expiring on 30 June 2012 at an exercise price of \$0.20 each	34,767,890

The shareholders meeting of 2 Oct 2009 approved the transaction and an Appendix 3B detailing the 63,173,853 PXR's on issue was announced on 2 September 2009.

If any further information is required, please do not hesitate to contact this office.

Yours Sincerely

Roland Berzins
Company Secretary