



Nagambie Mining Limited
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12 February 2010

The Manager
Company Announcements Office
Australian Securities Exchange

Share Placement

Nagambie Mining is pleased to announce the placement of 17.5 million fully paid ordinary shares at 3.3 cents per share to sophisticated and professional investors, raising a total of \$577,500.

Total cash held by the Company following the placement is approximately \$1.2 million.

The increase in working capital will enable the Company to achieve its principal objectives for the 2010 calendar year, being to continue to:

1. 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
2. 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", written in a cursive style.

Alfonso Grillo
Company Secretary