

7 August 2009

The Manager
Company Announcements Office
Australian Securities Exchange

COMPLETION OF SHARE PURCHASE PLAN AND PLACEMENT

Nagambie Mining Limited is pleased to announce the successful completion of the 2009 Share Purchase Plan ("SPP") and a share placement at the same price. The details of these capital raisings are as follows:

- (a) **SPP** – the Company has issued 14,718,750 fully paid ordinary shares at 3.2 cents per share to 56 shareholders to raise \$471,000; and
- (b) **Share Placement** - the Company has also issued 6,650,000 fully paid ordinary shares at 3.2 cents per share to sophisticated and professional investors to raise an additional \$212,800.

As a result, the Company has raised a total of \$683,800 under the SPP and the share placement. The increase in working capital will enable the Company to achieve its principal objectives for the 2009 calendar year, being:

- 1) to position Nagambie MIN 5412 as the lowest cost provider of rock for the Nagambie Bypass; and
- 2) to commence resource drilling of its heap-leachable oxide gold prospects on and within economic trucking distance of MIN 5412.

It is anticipated that the Company's Share Registry will dispatch new holding statements to shareholders in relation to the above issues of shares on 7 August 2009.

Yours faithfully



Alfonso Grillo
Company Secretary

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003.

Name of entity

NAGAMBIE MINING LIMITED

ABN

42 111 587 163

We (the entity) give ASX the following information.

Part 1 – All issues

You must complete the relevant sections (attach sheets if there is not enough space).

2. ⁺ Class of ⁺ securities issued or to be issued	1. and 2. Ordinary shares
3. Number of ⁺ securities issued or to be issued (if known) or maximum number which may be issued	1. 14,718,750 2. 6,650,000
4. Principal terms of the ⁺ securities (eg, if options, exercise price and expiry date; if partly paid ⁺ securities, the amount outstanding and due dates for payment; if ⁺ convertible securities, the conversion price and dates for conversion)	1. and 2. Fully paid ordinary shares

5.	<p>Do the ⁺securities rank equally in all respects from the date of allotment with an existing ⁺class of quoted ⁺securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>1. and 2. Yes. Ordinary shares rank pari passu with fully paid ordinary shares on issue.</p>				
6.	Issue price or consideration	<p>1. and 2. \$0.032 per ordinary share.</p>				
7.	<p>Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>1. and 2. The funds raised will primarily be used for working capital.</p>				
8.	<p>Dates of entering ⁺securities into uncertificated holdings or despatch of certificates</p>	<p>1. and 2. 7 August 2009</p>				
9.	<p>Number and ⁺class of all ⁺securities quoted on ASX (<i>including</i> the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="734 1440 1066 1473">Number</th> <th data-bbox="1074 1440 1418 1473">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="734 1473 1066 1507">151,359,949</td> <td data-bbox="1074 1473 1418 1507">Ordinary shares fully paid</td> </tr> </tbody> </table>	Number	+Class	151,359,949	Ordinary shares fully paid
Number	+Class					
151,359,949	Ordinary shares fully paid					

10. Number and ⁺ class of all ⁺ securities not quoted on ASX (<i>including</i> the securities in clause 2 if applicable)	<table border="1"> <thead> <tr> <th data-bbox="730 210 1066 241">Number</th> <th data-bbox="1066 210 1417 241">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="730 241 1066 376">550,000</td> <td data-bbox="1066 241 1417 376">Options exercisable at \$0.10, vesting 4 September 2010 and expiring 4 September 2013.</td> </tr> <tr> <td data-bbox="730 376 1066 510">4,000,000</td> <td data-bbox="1066 376 1417 510">Options exercisable at \$0.10, vesting 2 December 2010 and expiring 2 December 2013.</td> </tr> <tr> <td data-bbox="730 510 1066 663">550,000</td> <td data-bbox="1066 510 1417 663">Options exercisable at \$0.10, vesting 9 July 2011 and expiring 9 July 2014.</td> </tr> </tbody> </table>	Number	+Class	550,000	Options exercisable at \$0.10, vesting 4 September 2010 and expiring 4 September 2013.	4,000,000	Options exercisable at \$0.10, vesting 2 December 2010 and expiring 2 December 2013.	550,000	Options exercisable at \$0.10, vesting 9 July 2011 and expiring 9 July 2014.
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11. Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	The directors of the Company may from time to time determine to distribute the profits of the Company by way of dividend amongst the Shareholders in proportion to the amounts paid up on the Shares held by them.								

Part 2 – Bonus issue or pro rata issue

12. Is security holder approval required?	
13. Is the issue renounceable or non-renounceable?	
14. Ratio in which the ⁺ securities will be offered	
15. ⁺ Class of ⁺ securities to which the offer relates	
16. ⁺ Record date to determine entitlements	
17. Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	
18. Policy for deciding entitlements in relation to fractions	

19. Names of countries in which the entity has ⁺security holders who will not be sent new issue documents
- Note: Security holders must be told how their entitlements are to be dealt with.
- Cross reference: rule 7.7.
20. Closing date for receipt of acceptances or renunciations
21. Names of any underwriters
22. Amount of any underwriting fee or commission
23. Names of any brokers to the issue
24. Fee or commission payable to the broker to the issue
25. Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of ⁺security holders
26. If the issue is contingent on ⁺security holders' approval, the date of the meeting
27. Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled
28. If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders
29. Date rights trading will begin (if applicable)
30. Date rights trading will end (if applicable)
31. How do ⁺security holders sell their entitlements *in full* through a broker?

32. How do ⁺security holders sell *part* of their entitlements through a broker and accept for the balance?
33. How do ⁺security holders dispose of their entitlements (except by sale through a broker)?
34. ⁺Despatch date

Part 3 – Quotation of securities

You need only complete this section if you are applying for quotation of securities

35. Type of securities
(tick one)
- (a) Securities described in Part 1
- (b) All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

36. If the ⁺securities are ⁺equity securities, the names of the 20 largest holders of the additional ⁺securities, and the number and percentage of additional ⁺securities held by those holders
37. If the ⁺securities are ⁺equity securities, a distribution schedule of the additional ⁺securities setting out the number of holders in the categories
1 - 1,000
1,001 – 5,000
5,001 – 10,000
10,001 – 100,000
100,001 and over
38. A copy of any trust deed for the additional ⁺securities

Entities that have ticked box 34(b)

39. Number of securities for which +quotation is sought

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40. Class of +securities for which quotation is sought

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41. Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

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42. Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another security, clearly identify that other security)

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43. Number and +class of all +securities quoted on ASX (*including* the securities in clause 38)

Number	+Class

Quotation agreement

1. ⁺Quotation of our additional ⁺securities is in ASX’s absolute discretion. ASX may quote the ⁺securities on any conditions it decides.

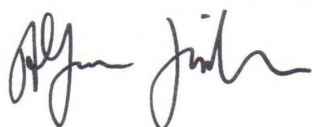
2. We warrant the following to ASX.
 - The issue of the ⁺securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why those ⁺securities should be not be granted ⁺quotation.
 - An offer of the ⁺securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

 - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any ⁺securities to be quoted and that no-one has any right to return any ⁺securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the ⁺securities be quoted.
 - We warrant that if confirmation is required under section 1017F of the Corporations Act in relation to the ⁺securities to be quoted, it has been provided at the time that we request that the ⁺securities be quoted.
 - If we are a trust, we warrant that no person has the right to return the ⁺securities to be quoted under section 1019B of the Corporations Act at the time that we request that the ⁺securities be quoted.

3. We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4. We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before ⁺quotation of the ⁺securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



Sign here:
(Secretary)

Date: 7 August 2009

Print name: Alfonso Grillo