



COPPER RANGE LIMITED

ACN 119 047 693

**PLACEMENT AND RIGHTS ISSUE TO
RAISE UP TO \$3.532M**

Friday 5 November 2010



Copper Range Limited is very pleased to announce the raising of A\$3.532 million via a rights issue and placement to accelerate the exploration and acquisition strategy of the Company. The Company has secured firm commitments from subscribers to participate in a placement by which the Company will raise \$0.578 million (before costs) through the issue of 38.539 million shares at an issue price of 1.5 cents each with a free attached option exercisable at 1.5 cents (Placement). CPS Securities have been appointed Lead Manager for the Placement.

In addition to the Placement the Company will undertake a 2 for 3 renounceable entitlements issue at 1.5 cents per share with a free attached option exercisable at 1.5 cents to raise approximately \$2.954 million (Offer). The Offer is fully underwritten by CPS Securities Limited and will be made pursuant to a prospectus to be lodged at ASIC in the near future (Prospectus).

The successful completion of the Placement and Offer will place the Company in a strong financial position to accelerate its exploration and acquisition programme. Funds raised pursuant to the Placement and Offer will be used for:

- Further drill testing of high of Caltowie Base Metal Project
- Additional gravity and electromagnetic surveys at the Caltowie Base Metal Project
- Continue the search for quality iron ore and manganese assets in Brazil
- Working capital and costs of the issue.

The placement of 38.539 million shares will be issued immediately prior to lodgement of the Prospectus at ASIC under the Company's existing capacity under Listing Rule 7.1. Options issued pursuant to the placement will be subject to shareholder approval. Recipients of shares under the Placement will be eligible to participate in the Offer.

Table 1. Use of Funds from \$3.532 million raised pursuant to Placement & Offer

	A\$M
Exploration at the Caltowie Base Metal Project	1.000
Acquisitions	1.500
Working Capital	0.800
Expenses of the Placement and the Offer	0.232
Total	3.532

The Company recently announced the completion of a single diamond core drill hole at the Caltowie Base Metal Project. This drill hole intersected black shale horizons at 79.5m, 85m and 103.5m which contained pyrite bands between 0.25 and 2.5cm thick. Fine grained disseminated sulphide (thought to be galena and/or chalcopyrite) was also identified within these pyrite bands. Given that the host sequence is composed of dolomitic siltstones and sandstones, Copper Range believes that it has encountered an environment that could host a McArthur River HYC style of base metal deposit. This is considered most encouraging.

The rest of the stratigraphy intersected in the drill hole is not considered to have adequately explained the gravity anomaly discovered by the Company. Density test work is being undertaken on samples from diamond drill core and the gravity data will be remodelled in order to refine the target. Follow up surface and a down hole electromagnetic survey is also planned in order to track the prospective black shale horizon and determine whether an off hole sulphide conductor is present.

The Company believes that this diamond core drill hole has significantly augmented the prospectivity of the Hicks area and has now provided a new base metal sulphide target potential co-incident with the gravity target that requires further exploration.



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The information in this release which relates to Mineral Resources and exploration results has been compiled and reviewed by Mr Matthew Wood. This information, in the opinion of Mr Wood, complies with the reporting standards of the 2004 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Wood is a Member of the Australasian Institute of Mining and Metallurgy 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 Wood is the Chairman of Copper Range Limited and consents to this release.