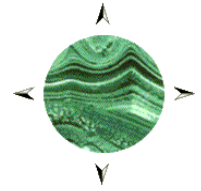


Malachite Resources Limited

ABN 86 075 613 268



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ASX Announcement

Code: MAR

30 June 2011

Rights Issue Not to Proceed

Malachite Resources Limited (“the Company”; ASX: MAR) advises that given very poor market conditions in the last month and that the MAR share price has traded below the subscription price for much of the Offer period the Rights Issue, which closed 29 June 2011, has not achieved the minimum subscription of \$1,000,000. Accordingly the Rights Issue will not proceed.

Refunds will be made as soon as practicable to Shareholders who have subscribed funds under the Rights Issue Offer.

The Directors have been actively addressing the funding requirements of the Company and further details will be disclosed at the earliest opportunity.

For further information please telephone Andrew J. Cooke on 02 9411 6033 or email the company at info@malachite.com.au and visit the website: www.malachite.com.au

Andrew J. Cooke
Company Secretary
