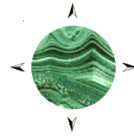


Malachite Resources Limited

ABN 86 075 613 268



ASX Announcement

ASX Code: MAR

11 October 2011

RIGHTS ISSUE WELL SUPPORTED

Malachite Resources Limited ("Malachite" or "the Company") is pleased to announce that its Rights Issue which closed on Thursday 6 October has been well supported.

Pursuant to the Prospectus dated 6 September 2011 Eligible shareholders were entitled to apply for new shares at an issue price of 2.5 cents on the basis of 1 new share for every 4 shares held. Participants in the Rights Issue will also receive 1 New Option for every new share applied for. These New Options will have an exercise price of 5.0 cents and may be exercised at any time prior to 15 June 2012. For every New Option that is subsequently exercised the holder will also receive (in addition to 1 new fully paid share) a further free attaching option to subscribe for 1 fully paid share at 10.0 cent on or before 31 December 2014.

Total funds subscribed by shareholders, Directors and the CEO converting loans to equity, the public offer and Company introduced Priority Sub-Underwriters amounted to \$2,527,711.28.

The Company has notified the Underwriter of the resulting overall shortfall equating to \$666,722.20

The closing timetable for the Rights Issue is as follows:

EVENT	DATE
Closing Date	6 October 2011
Shortfall Notice Deadline Date	7 October 2011
Shortfall Settlement Date	13 October 2011
Despatch Date	14 October 2011
Allotment of Underwriter Options	14 October 2011

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

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Company Secretary

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