

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, 24/10/2005.

Name of entity

MALACHITE RESOURCES LIMITED

ABN

86 075 613 268

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).

- | | | |
|---|---|--|
| 1 | +Class of +securities issued or to be issued | a) Shares
b) Options |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | a) 89,371,189 Shares
b) 44,685,595 Options |
| 3 | 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) | a) Fully Paid Ordinary Shares
b) Options - Exercise Price of 1.5 cents expiring 31 March 2015 |
| 4 | 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: <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 | a) Shares - Yes
b) Options – No, not currently quoted |

5	Issue price or consideration	1.0 cent per share with 1 option attached for every 2 new shares applied for.	
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	For working capital purposes and to continue with the development of the Lorena Gold Project.	
7	Dates of entering ⁺ securities into uncertificated holdings or despatch of certificates	9 November 2012	
8	Number and ⁺ class of all ⁺ securities quoted on ASX (including the securities in clause 2 if applicable)	Number	⁺ Class
		a) 893,711,889	Shares
		b) 44,685,595	Options

	Number	+Class	
9	Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)		
		5,900,000	(MARAS - Options granted to Directors – approved AGM (22/11/07 expiring 22 November (2012 exercisable at 43.1 cents
		760,000	(MARAS - Options granted to Employees – 31/01/08 expiring (22 November 2012 exercisable (at 43.1 cents
		5,900,000	MARAY - Options granted to Directors – approved AGM 25/11/08 expiring 25 November 2013 exercisable at 20.0 cents
		850,000	MARAZ - Options granted to Employees - expiring 25 November 2013 exercisable at 20.0 cents
		7,500,000	MARAI - Options granted to Nanyang – approved AGM 23/11/09 expiring 29 October 2012 exercisable at 11.1 cents
		14	MARAU - Class B Options granted to vendors of Lorena Gold Project expiring 30 November 2012 exercisable at 11.1 cents.
		9,305,000	MARAW - Options expiring 28 February 2013 exercisable at 10.0 cents.
		2,000,000	Options granted to CEO expiring 21 April 2013 exercisable at 10.0 cents.
		10	Convertible Notes: Each note has a face value of \$100,000 convertible at the lesser of \$0.05 or a 20% discount to the 30 day VWAP & interest rate of 12%.
		5,500,000	Options granted to Directors – approved AGM 25/11/11 expiring 25 May 2015 exercisable at 5.0 cents
		5,500,000	Options granted to Directors – approved AGM 25/11/11 expiring 25 May 2015 exercisable at 7.5 cents
	8,750,000	Options granted to Employees – expiring 25 May 2015 exercisable at 5.0 cents	
	8,750,000	Options granted to Employees – expiring 25 May 2015 exercisable at 7.5 cents	
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	Same	

Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	No
12	Is the issue renounceable or non-renounceable?	Non-renounceable
13	Ratio in which the +securities will be offered	1 New Share for every 9 Shares held and 1 New Option for every 2 New Shares subscribed for.
14	+Class of +securities to which the offer relates	Fully Paid Ordinary Shares
15	+Record date to determine entitlements	15 October 2012
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	No
17	Policy for deciding entitlements in relation to fractions	Fractions will be rounded up to the next whole number
18	Names of countries in which the entity has +security holders who will not be sent new issue documents <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small>	South Africa, Switzerland, United Kingdom, Sweden, United States of America, Germany, Denmark, Hong Kong, Belgium, Canada, Costa Rica, India, Ireland, Iceland, Malta, Netherlands, Norway, Portugal, Swaziland and Taiwan Province of China.
19	Closing date for receipt of acceptances or renunciations	1 November 2012
20	Names of any underwriters	Patersons Securities Limited
21	Amount of any underwriting fee or commission	a) An underwriting commission of 5% of the underwritten amount; b) A management fee of 1% of the underwritten amount; and c) 44,685,595 Underwriter Options.
22	Names of any brokers to the issue	N/A
23	Fee or commission payable to the broker to the issue	N/A
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	Nil

25	If the issue is contingent on ⁺ security holders' approval, the date of the meeting	N/A
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	18 October 2012
27	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	5 October 2012
28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A
30	How do ⁺ security holders sell their entitlements <i>in full</i> through a broker?	N/A
31	How do ⁺ security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A
32	How do ⁺ security holders dispose of their entitlements (except by sale through a broker)?	N/A
33	⁺ Despatch date	9 November 2012

Part 3 - Quotation of securities

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

- 34 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

- 35 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

- 36 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
- 37 A copy of any trust deed for the additional +securities

Entities that have ticked box 34(b)

38 Number of securities for which +quotation is sought

39 Class of +securities for which quotation is sought

40 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

41 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)

	Number	+Class
42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)	<input type="text"/>	<input type="text"/>

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 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.
- 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:


(Company secretary)

Date: 5/10/12

Print name: **Andrew J. Cooke**

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