



22 December 2009

The Company Announcements Office  
ASX Limited  
Exchange Plaza  
2 The Esplanade  
PERTH WA 6000

### **Placement of Shares**

Magnum Mining and Exploration Limited (Magnum) is pleased to announce its intention to conduct a placement of 10 million ordinary shares to raise approximately A\$700,000.

The placement will be priced at \$A0.07 per share which represents a 5.4% discount to Magnum's last closing price on ASX and a 7.4% discount to Magnum's 5 day volume weighted average price on ASX.

Issue of the new shares issued under the placement is scheduled to take place today. New shares issued under the placement will rank equally with existing shares and will represent approximately 5.9% of Magnum's currently issued share capital.

The Company intends to use the proceeds of the placement for general working capital and to assess new opportunities.

Yours sincerely

**Magnum Mining and Exploration Ltd**

A handwritten signature in black ink that reads "G. Button". The signature is written in a cursive style with a large, sweeping initial "G".

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**Grant Button**  
**Managing Director**

**Magnum Mining & Exploration Ltd**  
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