



ASX Code : STB
Berlin : SO3-Ber
Frankfurt : SO3-Fra

Share Price: \$1.84

Market Cap: \$129.0M

Shares on issue: 70.4M

Cash at Bank: \$3.6M
ASX/TSX listed shares: \$3.3M

Top 20 shareholders – 48%

Contact Details

31 Ventnor Avenue
West Perth WA 6000

PO Box 970 West Perth WA 6872

Telephone +61 8 6315 1444

Facsimile + 61 8 9478 7093

www.southbouldermines.com.au

LISTED EQUITY HOLDINGS

(ASX: MZM) - 3.957m shares
(ASX: MZMO) - 1.037m options
(ASX: AVZ) - 0.400m shares
(ASX: BUX) - 1.610m shares
(unlisted options) 0.750m options
(ASX: UNX) - 0.933m shares
(CDNX: CNI.V) - 130,000 shares
Auvex (Pte) - 1.000m options

SOUTH BOULDER COMPLETES ABOVE MARKET PLACEMENT

South Boulder Mines Limited (ASX: STB) is pleased to announce the details of a capital raising of AUD \$7 million via a placement of 3.5 million shares at an issue price of \$2.00 per share. The funds raised will be used to advance the development of the company's 100% owned Colluli Potash Project where recent work has confirmed extensive shallow potash mineralisation.

The placement, at a premium to the most recently traded share price is further validation of South Boulder's extremely significant potash development project.

The placement will be made to Sprott Asset Management LP, (Sprott) for and on behalf of certain Sprott Funds and managed accounts.

When the funds are received the company will have working capital of approximately \$13.5 million (including the value of listed securities which are able to be liquidated).

More information:

Lorry Hughes
Managing Director
South Boulder Mines Ltd
+ 61 (8) 6315 1444

Investor Coverage

Recent investor relations, corporate videos and broker/media coverage on The Company's projects can be viewed on the website in the "Media Centre" and "Investor Centre" sections by following the link www.southbouldermine.com.au.

About South Boulder Mines Ltd

Listed in 2003, South Boulder Mines (ASX: STB) is a diversified explorer primarily focused on gold, nickel and potash. South Boulder has a 100% interest in the Colluli Potash Project in Eritrea and a 100% interest in the Duketon Gold Project in Western Australia.

Within the Duketon Gold Project area, South Boulder entered a farm-out Joint Venture (JV) Agreement with Independence, whereby Independence can earn a 70% interest in the nickel rights on JV tenements held by South Boulder in the Duketon Project, by the completion of a Bankable Feasibility Study within 5 years of the grant of the relevant tenement.

About the Nickel Joint Venture

The Duketon Nickel JV has had recent success at The Rosie and C2 Nickel sulphide prospects where drilling has defined intercepts of **5.20m @ 9.13% Ni, 1.09% Cu, 0.21% Co and 7.09g/t PGE's at Rosie and 50m @ 0.92% Ni including 37m @ 1.05% Ni at C2**. The deposits are located approximately 120km NNW of Laverton, W.A in the Duketon Greenstone Belt. The deposits are approximately 2km apart and the mineralisation at both prospects is considered open in most directions. A Mining Lease application has been lodged with the Department of Mines and Energy. The Mining Lease application comprises a total of 19.13km².

More information:

Lorry Hughes
Managing Director
South Boulder Mines Ltd
+ 61 (8) 6315 1444