

25 July 2011

## **ASX Release**

### **1 for 3 Entitlement Offer to raise \$3.2M**

Navarre Minerals Limited (ASX:NML) is pleased to announce a fully underwritten 1 for 3 non-renounceable entitlement offer at \$0.23 per share to raise \$3,210,204 (before costs). Following completion of the offer, Navarre's net cash position is expected to be \$5.6M.

#### **Use of Proceeds**

The funds will be used to accelerate the Company's exploration program at its Bendigo North Project where there has been significant exploration success in recent months.

In June, the Company announced significant drill intercepts at Bendigo North, including an outstanding gold intercept starting at 37m down-hole in ACT015 which featured a weighted average result of 10m @ 34.4g Au/t within an assay range of 17.9g Au/t to 44.3g Au/t determined by duplicate sampling. This intercept included a weighted average 2m @161.2g Au/t from 37m down-hole within an assay range of 78.1g Au/t to 211.3 g Au/t as determined by duplicate sampling.

The Company's considers this to be one of the best gold intercepts in recent Victorian exploration history and now links high grade gold hits over a 2km zone.

#### **Entitlement Offer**

The entitlement offer gives all eligible shareholders the opportunity to subscribe for 1 new NML share for every 3 existing NML shares held on the Record Date (7.00pm, Wednesday 3 August) at the issue price of \$0.23 per share. The issue price of \$0.23 represents a 10% discount to the Company's closing share price on 20 July and a 15% discount to the Company's 5 day volume weighted average price.

All shareholders are encouraged to take part in the entitlement offer. The offer is fully underwritten by Taylor Collison Limited and Directors and Management are all participating.

The timetable for the placement and entitlement offer is set out overleaf.

<b>Event</b>	<b>Date</b>
Announcement of Entitlement Offer, Offer Document, ASX Appendix 3B and Cleansing Notice lodged with ASX	Monday, 25 July 2011 (Pre-open)
Notice sent to Shareholders containing ASX Appendix 3B details, indicative timetable	Tuesday, 26 July 2011
Shares commence trading ex-Entitlement	Wednesday, 27 July 2011
Record Date for the Entitlement Offer	Wednesday, 3 August 2011 (7.00 pm)
Mailing of Entitlement and Acceptance Form to Eligible Shareholders	Thursday, 4 August 2011
Opening Date for the Entitlement Offer	Thursday, 4 August 2011
Closing Date for the Entitlement Offer	Thursday, 18 August 2011 (5.00 pm)
Shares quoted on a deferred settlement basis	Friday, 19 August 2011
ASX notified of under-subscriptions	Tuesday, 23 August 2011
Issue and allotment of the New Shares for which valid applications have been received and accepted by Navarre	Friday, 26 August 2011
Despatch of holding statements	Friday, 26 August 2011
Last day of deferred settlement trading of New Shares under the Entitlement Offer	Friday, 26 August 2011
Normal trading of New Shares on ASX expected to commence	Monday, 29 August 2011

Details of the Entitlement Offer will be contained in a letter to shareholders to be mailed on 26 July 2011. Offer documentation is expected to be mailed to shareholders on 4 August 2011.

For further information contact:

Geoff McDermott  
Managing Director  
E: [gmcdermott@navarre.com.au](mailto:gmcdermott@navarre.com.au)  
T: +61 3 5358 8623

Trevor Shard  
Company Secretary  
E: [tshard@navarre.com.au](mailto:tshard@navarre.com.au)  
T: +61 3 9820 5509

*The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Geoff McDermott, who is a Member of The Australian Institute of Geoscientists and who is Managing Director of the company. Mr McDermott has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he is undertaking, to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr McDermott consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*