



PALADIN RESOURCES LTD

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Ref:F5459

23 September 2004

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

\$3 million Placement

Paladin is pleased to advise it has agreed to make a private placement, the majority of which is being placed with a prominent Canadian investment fund which has a very positive long term view of uranium price and outlook. This placement will raise \$3,000,000 by issue of 7,500,000 fully paid shares at 40 cents per share and has been completed at 95% of market price average over the past 4 trading days.

Paladin, with its quality uranium asset portfolio spearheaded by its flagship Langer Heinrich Uranium Project in Namibia (currently undergoing a Bankable Feasibility Study) and its Kayelekera Uranium Project in Malawi which is in preparation for a Bankable Feasibility Study start up 2nd quarter 2005, is seen as an attractive investment opportunity particularly in the North American market.

Funds raised will be used for funding and development of the Kayelekera Uranium Project and to provide general working capital.

An Appendix 3B will follow.

Yours faithfully
Paladin Resources Ltd

JOHN BORSHOFF
Managing Director