



PALADIN RESOURCES LTD

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Ref:1757v1

30 September 2005

The Company Announcements Officer
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

A\$77 Million Placement

Further to our announcement of 13 September, 2005 the Directors of Paladin Resources Ltd are pleased to advise that, overnight, the Company reached agreement to place a total of 35 million fully paid shares at an issue price of A\$2.20 per share, raising A\$77 million before the payment of commission (A\$3,850,000 being 5% of funds raised). The private placement was very well received and was over-subscribed, indicating strong global interest in the Company's activities. All the placees were institutional investors in Australia, North America, London and Hong Kong. National Bank Financial Inc and RBC Capital Markets acted as co-lead agents together with Sprott Securities Inc. It is expected that the placement will be completed on or about 13 October, 2005.

As previously advised, the funds will be used principally to provide additional equity funding which, together with the debt funding announced 29 August 2005, will enable the Company to complete the construction and development of the Langer Heinrich Uranium Project in Namibia including working capital requirements; to fund Paladin's worldwide uranium project generation activities including utilising its extensive proprietary database; and to fund general working capital.

Yours faithfully
Paladin Resources Ltd

GILL SWABY
Company Secretary

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