

KARARA RECEIVES US\$230M UNDER NEW FUNDING SOLUTION

Gindalbie Metals Limited (ASX: **GBG** – “Gindalbie”) advises that under the previously announced funding solution Karara Mining Limited (KML) has now received a total of **US\$230 million** to meet the additional working capital requirements of the Karara Project.

The funding package, as outlined on 25 September 2013, comprises:

- **US\$100 million** from a recently completed concentrate pre-sale agreement with Ansteel, under similar terms and conditions to the two previous pre-sale agreements; and
- **US\$130 million** from a new term loan facility provided by the Bank of China (BOC).

The new funds are being utilised to bolster KML’s working capital position to address the previously announced shortfall arising from the delays in ramping up production this year.

As outlined previously the package provides Ansteel the right to subscribe for new equity in KML to provide KML, if required, with sufficient funds to repay these loans.

Gindalbie Managing Director Tim Netscher said he was pleased with the expeditious manner in which Ansteel had moved to implement the funding solution and ensure KML received the funds promptly to support the continued ramp-up of the Karara Project.

“I take this opportunity once again to express our thanks to Ansteel and our Chinese banking syndicate for their unwavering support of the Karara Project as we implement this funding solution and move to complete the ramp-up of the Project,” he said.

ENDS

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