

GINDALBIE METALS – SHARE PURCHASE PLAN

Gindalbie Metals Limited (ASX: **GBG** – “Gindalbie”) is pleased to advise the successful outcome of its Share Purchase Plan (SPP) to raise \$20 million.

The Company was pleased with the support from shareholders, having received applications for approximately \$26 million of new fully paid ordinary shares at 93c each. Approximately one-quarter of existing shareholders took up the SPP, which was broadly in line with the Company’s estimates when structuring the recent capital raising.

A total of \$206.4 million, the maximum targeted, has now been raised through the capital raising, subject to shareholder approval on June 28, 2010 of the placement components to institutional investors and the Company’s major shareholder and Karara Iron Ore Project partner, AnSteel.

In accordance with the terms of the SPP, Gindalbie has scaled-back the offer to \$20 million. Under the scale-back, shareholders will receive approximately 75% of the shares they applied for. Refunds for excess application payments will be provided as soon as possible.

The final allotment for each application category will be as follows:

SPP Allotment

Application	\$500	\$1,000	\$2,500	\$5,000	\$7,500	\$10,000
Shares Allotted	413	825	2061	4121	6181	8241

Subject to shareholder approval of the placement components of the capital raising, we anticipate that shares will be allotted under the SPP on July 1, 2010. Dispatch of confirmations of allotment will occur shortly thereafter.

ENDS

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