



**Siburan
Resources
Limited**

CHINA GOVERNMENT ENTERPRISE SIGNS SUBSCRIPTION AGREEMENT FOR PLACEMENT OF SHARES IN SIBURAN

ASX RELEASE

20 JANUARY 2012

Siburan Resources Limited (ASX: SBU; the Company or "SBU") is pleased to announce that it has signed a Share Subscription Agreement ("SSA") with Hunan Australia Mining Pty Ltd ("Hunan"). Hunan, a registered company in Australia, is a wholly owned subsidiary of the Hunan Province Zhonghe Mining Industry Development Co., Ltd.

The signing of the SSA follows a Memorandum of Understanding entered into in November 2011, visits by Hunan representatives to Perth and Kalgoorlie, ongoing discussions and negotiations, culminating in the signing ceremony on 18 January 2012 in Chang Sha, Hunan Province, China. The deal was brokered by Previtha Kunjuran and Profit Mark Overseas Limited.

The key terms of the SSA are as follows:-

- Hunan is able to subscribe for 20,600,000 shares in the Company at an issue price of 15 cents per share for a total consideration of \$3,090,000;
- On completion of the aforementioned Share Placement, Hunan has the right to nominate two directors to the Board of the Company;
- Completion of the Share Placement will not take place until approval by the shareholders of the Company at general meeting no later than 18 March 2012, and by FIRB.
- Immediately after completion of the Share Placement, the Company shall apply to ASX for official quotation of the shares issued which shall rank equally with existing shares of the Company.
- Hunan has the right to participate in future Share Placements (other than shares issued under a Participation exemption) to maintain its interest of 19.83% in the issued capital of the Company;
- The SSA is subject to shareholder, FIRB, ASX or regulatory approvals required in Australia;
- The Agreement is otherwise considered standard for agreements of this nature.

Siburan Resources Managing Director, Mr Noel Ong, commented "We are delighted to have signed the Share Subscription agreement which when completed, will allow the Company access to funds for the purposes of exploring and developing current projects, pursuing further resource opportunities and supplementing the Company's working capital".

"We also look forward to engaging with the Hunan group as a strong strategic investor in the Company with their long history of experience and achievements in exploration" said Mr Ong.

**Authorised by:
Noel Ong
Managing Director**

ACN 137 176 393

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About Hunan Province Zhonghe Mining Industry Development Co., Ltd. and Nuclear Industry Geological Bureau of Hunan Province, China.

Hunan Province Zhonghe Mining Industry Development Co., Ltd. is owned by the Nuclear Industry Geological Bureau of Hunan Province, China.

The Nuclear Industry Geological Bureau of Hunan Province was established in 1955 and was the first Nuclear geological survey administration to be set up in China. It is based in Chang Sha, the capital of Hunan Province, China. The Nuclear Industry Bureau of Hunan Province has had a successful track record of exploration success over its long history.

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