



9 November 2009

ASX / MEDIA RELEASE

SUNDANCE COMPLETES PLACEMENT AGREEMENT TO RAISE A\$85M FROM INTERNATIONAL INSTITUTIONAL INVESTORS

International iron ore company Sundance Resources Limited (ASX: SDL – "Sundance") announced today that it has completed a Placement Agreement to raise A\$85m from international institutional investors.

Subject to shareholder approval being obtained and other general conditions of the Placement Agreement, a total of 566,666,667 shares will be issued at A\$0.15 per share. The raising will be completed in two tranches. The first tranche of 316,806,421 shares is to be issued within the Company's 15% placement capacity. The second tranche of 249,860,246 shares will be issued subject to shareholder approval being obtained at an Extraordinary General Meeting of shareholders to be held on 9 December 2009.

Commenting on the fund raising, Don Lewis, Managing Director of Sundance, said "we are extremely pleased with the strong interest received from institutional investors for the raising. We have deliberately targeted a new investor base to broaden the reach and exposure of the Company to the international market ahead of our proposed project financing activities in 2010. The raising will allow us to aggressively accelerate our development program at Mbalam, establishing Sundance as the first mover in this emerging iron ore province. This is a very significant step in terms of realising the full potential of the Mbalam Iron Ore Project."

The proceeds of the raising will be used to:

- complete Definitive Feasibility Study of the Mbalam Project, including mine, process, transport and port infrastructure;
- undertake drilling to define further High Grade mineralisation on the Company's portfolio of exploration landholdings; and
- provide general working capital.

Accordingly, further to Sundance's request for a voluntary suspension pending completion of the raising, Sundance requests that ASX reinstate its ordinary shares (ASX:SDL) pursuant to ASX Listing Rule 17.7 with immediate effect.

ENDS**Released by:**

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About Sundance Resources Limited

Sundance Resources Ltd is an Australian exploration company focused on mining interests in the Republic of Cameroon and the Republic of Congo, on the central west coast of Africa. Sundance has commenced feasibility study on its Mbalam Iron Ore Project as the basis for developing a global iron ore business.

Central West Africa is considered to have the potential to develop into a significant new iron province, underpinned by the Mbalam Project and nearby projects in Congo and Gabon.

WA-based Sundance has been listed on the Australian Stock Exchange since 1993 and is also traded on over-the-counter markets in Frankfurt, Berlin, Hamburg, Stuttgart and Munich.

Forward-Looking Statement

Certain statements made during or in connection with this communication, including, without limitation, those concerning the economic outlook for the iron ore mining industry, expectations regarding iron ore prices, production, cash costs and other operating results, growth prospects and the outlook of SDL's operations including the likely commencement of commercial operations of the Mbalam Project and its liquidity and capital resources and expenditure, contain or comprise certain forward-looking statements regarding SDL's exploration operations, economic performance and financial condition. Although SDL believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward-looking statements as a result of, among other factors, changes in economic and market conditions, success of business and operating initiatives, changes in the regulatory environment and other government actions, fluctuations in iron ore prices and exchange rates and business and operational risk management. For a discussion of such factors, refer to SDL's most recent annual report and half year report. SDL undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events.