

## ASX Announcement

18th April 2011

# LIBERTY AGREES TO A \$2.2MILLION PLACEMENT

- The placement involves a two stage funding by Dundee Corporation ("Dundee"). The first tranche of \$1.1 m to be completed immediately with the second stage of the placement (\$1.1m) subject to shareholder approval.
- The proceeds of both placements will be used to advance technical studies and governmental approvals as well as to continue discussions with potential project partners re Urea off-take and project finance.
- On completion of the placements, Dundee will become Liberty's second largest shareholder. Dundee is an independent asset management company listed on the Toronto Stock Exchange with substantial investment in the mining and energy sectors.

Liberty Resources Limited ('Liberty' or the 'Company') is pleased to announce that it has entered into a placement agreement with Dundee in relation to the immediate placement to Dundee of 10,000,000 ordinary shares (with 7,500,000 free attaching options) at an issue price of 11 cents per share thus raising \$1,100,000 ("First Tranche"). The options have an exercise price of 20 cents, and a 2 year expiry date. The First Tranche of shares equates to 5.34% of the Company's issued capital.

The placement agreement also provides for a further placement to Dundee of an additional 10,000,000 shares (with 2,500,000 free attaching options) also at an issue price of 11 cents per share, upon receipt of shareholder approval under Listing Rule 7.1 ("Second Tranche"). A Notice of Meeting in relation to the approval process will be dispatched to shareholders in the near future.

If the issue of the Second Tranche is approved by shareholders, Dundee's holding will increase to 10.14% of the issued share capital of the Company.

### Directors

Andrew Haythorpe  
Managing Director/Chairman

Michael Fry  
Non-Executive Director

James Becke  
Non-Executive Director  
Liberty Resources Limited  
ABN 98 103 348 947

Sourcing down under.

P + 61 8 9287 4488  
F + 61 8 9388 8862

admin@libertyresources.com.au  
www.libertyresources.com.au

Unit B2, 431 Roberts Road  
Subiaco, Western Australia 6008

If Dundee decides to exercise its entire 10,000,000 options granted under the placement (and assuming there are no other changes in share capital), Dundee would hold approximately 14.5% of the issued capital of Liberty.

At the proposed meeting, ratification of the First Tranche will also be separately sought under Listing Rule 7.4.

**About Liberty**

Liberty Resources is developing a world class Urea Project in Queensland by converting un-mineable coal into hydrogen syngas, which is used to produce low cost Urea. Urbanization, especially in China and India, is driving demand for food production and presents an immediate market for urea.

Clean Fuels, including hydrogen, also present commercial opportunities for refined syngas.

For more information on Liberty Resources, please visit the Company's website [www.libertyresources.com.au](http://www.libertyresources.com.au)

For and on behalf of the board,

Andrew Haythorpe  
Manager Director/Chairman  
Liberty Resources Ltd