



NSL Consolidated

29 July 2011

COMMITMENTS RECEIVED FOR \$4.3 MILLION CAPITAL RAISING

HIGHLIGHTS

- Full commitments received for \$4.3 million dollar equity raising to support the Company's ongoing development and exploration activities.
 - Placement to sophisticated investors to raise \$2,189,000 combined with a 1:8 Renounceable Rights Issue to raise \$2,145,916, both priced at 5.5 cents.
 - Patersons Securities Limited acting as Lead Manager to the Placement and Rights Issue, the latter of which is to be underwritten.
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NSL Consolidated Limited (Company, ASX:NSL) is pleased to announce an equity capital raising of approximately \$4.3 million in support of the Company's ongoing development and exploration activities.

The funds will be raised by a combination of renounceable rights issue (on a 1 for 8 basis) to existing shareholders (**Rights Issue**) and the introduction of new sophisticated investors via a placement (**Placement**) to clients of Patersons Securities Limited (**Patersons**). The offers are priced at 5.5 cents, offering both existing shareholders and new investors the opportunity to subscribe for shares at an attractive price.

The Placement is fully subscribed and is due to settle on 2 August 2011. The Rights Issue is to be underwritten by Patersons, with full sub-underwriting commitments already received.

The record date for the Rights Issue is anticipated to be 5:00 pm (WST) Wednesday 17 August 2011.

The Company intends to use the funds raised to support the development of the Kurnool Beneficiation Strategy which will process low grade iron ore from the existing Kuja and Mangal iron ore mines in Kurnool (Andhra Pradesh, India), plus take on additional off-take supply from the significant low grade iron ore mines in the Cuddpah basin which is currently unusable by these mine owners.

In addition, funds will be applied towards exploration on NSL's recently acquired Queensland coal exploration permits (when granted). Work has already commenced on the requirements for expediting the granting of the Queensland exploration permits for coal and front ending native title and land access negotiations. These four EPC applications in Queensland (EPCA 2336, 2337, 2338, 2198) are uncontested.

The total number and class of all securities of the Company quoted and unquoted on ASX (including the maximum number of Placement and Rights Issue Shares to be issued) is as follows:

Security	Shares	Options	ASX Code
• Existing Quoted Ordinary Shares	272,333,208		NSL
• <i>Placement Shares</i>	39,800,000		NSL
• <i>Rights Issue Shares</i>	39,016,651		
Total	351,149,859		
• Unquoted Options (\$0.20 expiring 30/11/2011)		1,000,000	
• Unquoted Options (\$0.30 expiring 30/11/2011)		1,000,000	
• Unquoted Options (\$0.40 expiring 30/11/2011)		1,000,000	
• Unquoted Options (\$0.20 expiring 30/11/2012)		4,500,000	
• Unquoted Options (\$0.21 expiring 30/11/2013)		4,500,000	
• Unquoted Options (\$0.20 expiring 30/11/2013)		3,966,666	
• Unquoted Options (\$0.40 expiring 30/11/2013)		3,966,666	
• Unquoted Options (\$0.60 expiring 30/11/2013)		3,966,668	
Total	351,149,859	23,900,000	

Full details of the terms and conditions of the Rights Issue will be contained in the Offer Document to be lodged with ASX and despatched to eligible Shareholders in due course.

- Ends -

For more information:

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