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BALAMARA SECURES STRATEGIC CORNERSTONE INVESTOR THROUGH \$3M SHARE PLACEMENT

Prominent Singaporean-based investor agrees to inject capital at approx 30% premium

International minerals company Balamara Resources Limited (ASX: BMB) (“Balamara” or the “Company”) is pleased to advise that it has secured the support of a significant cornerstone investor through a commitment to a \$3 million share placement to underpin its international exploration and resource development activities.

The share placement, comprising 150 million shares at 2.0 cents, is being undertaken by Mr Yaw Chee Siew (or his nominee), a prominent Singapore-based sophisticated investor and businessman. As part of this placement, Balamara has also awarded Mr Yaw 25 million options with a strike price of 2.5 cents and a two year expiry.

Both parties have signed a legally binding agreement to complete the placement by mid-April, to allow for cash flow management. Balamara does not require any immediate funding and the primary objective of the placement is to secure longer term support from a valuable and experienced partner and cornerstone investor who will provide a strong level of strategic support as Balamara develops further.

The issue price of the share placement represents a **premium of approximately 30% to the 5-day VWAP of Balamara shares**. This reflects Mr Yaw’s positive view of the Company’s growth prospects as it progresses its resource development and exploration strategy in Central Europe and elsewhere.

Following completion of the share placement, Mr Yaw will emerge with a holding of approximately 8% per cent in Balamara.

Mr Yaw is the Executive Chairman of Otto Marine Limited, a substantial Singaporean company with interests in shipbuilding and complex offshore support vessels. Mr Yaw is a significant investor in several other ASX-listed junior resource stocks, where he has helped play a strategic role to develop these companies.



The proceeds of the share placement will be used for working capital and business development, in particular to secure new projects as part of the Company's strategy of consolidating a portfolio of quality resource projects in central Europe.

Balamara's Managing Director, Mike Ralston, said: "We are delighted to have secured a strategic investor of the calibre of Mr Yaw, and we look forward to developing a long-term relationship that will underpin the continued development of the Company into the future".

"We have ambitious plans for Balamara and we are very pleased to have attracted this level of support, which bodes extremely well for the future."

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