

## FOR RELEASE TO THE MARKET – ISSUE OF SHARES

CLEANSING NOTICE - (Corporations Act 2001 (Clth) – s708A)

**NAME OF ISSUER** Finders Resources Limited (the Company)  
**ASX CODE** FND  
**ABN** 82 108 547 413

### Background

Finders Resources Limited announced on 16<sup>th</sup> January 2009 that it entered into a Convertible Note Facility Agreement, with Resource Capital Fund IV L.P. (**RCF**) providing the Company with a convertible note facility totalling US\$ 1,500,000 maturing three years from first drawdown (**Facility**).

Upon maturity of the Facility and on 19<sup>th</sup> January 2012, the principal outstanding (US\$ 1,500,000.00) and interest owing (US\$ 9,369.86) under the Facility were converted by RCF into the Company's ordinary fully paid shares (**Shares**).

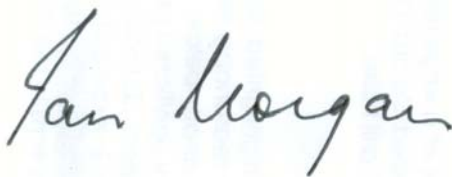
On 23<sup>rd</sup> January 2012, the Company issued and allotted 4,017,145 Shares to RCF (**Specified Shares**).

### Disclosure

The Company notifies the Australian Securities Exchange, as the operator of the prescribed financial market, that:

- (i) The Specified Shares were issued without disclosure to investors under part 6D.2 of the Corporations Act 2001 (Clth) (**Corporations Act**) and without a prospectus (as such term is defined under the Corporations Act) being prepared;
- (ii) Notification is being given under sub-section 708A(5)(e) of the Corporations Act;
- (iii) The Company as the issuer of the Specified Shares is subject to regular reporting and disclosure obligations;
- (iv) As at the date of notification, the Company has complied with:
  - A. The provisions of Chapter 2M of the Corporations Act as it applies to the Company; and
  - B. Section 674 of the Corporations Act as it applies to the Company; and
- (v) There is no "excluded information" (within the meaning of sub-sections 708A (7) and (8) of the Corporations Act) as at the date of this notice.

Signed for and on behalf of the Issuer: Finders Resources Limited



Date: 24<sup>th</sup> January 2012

Name: Ian Morgan

Position held: Company Secretary