



NAVIGATOR RESOURCES LIMITED

ASX ANNOUNCEMENT & MEDIA RELEASE

1 October 2009

BRONZEWING ACQUISITION COMPLETED

The Board of Directors of Navigator Resources Limited ("Navigator", ASX: NAV) is pleased to announce that as of yesterday **it has completed the acquisition of the Bronzewing Gold Project** ("BWGP").

Funding of the \$9.55 million purchase price and cash deposit of \$6.5 million for environmental bonds was sourced via a first tranche of placement equity of \$7.75 million made to clients of Casimir Capital (Asia Pacific) Pty Ltd and through \$9.0 million of a project debt facility provided by RMB Resources Ltd.

The balance of funding to achieve gold production at the BWGP and also to finance working capital requirements for planned trial mining at the Company's Leonora Gold Project will be sourced via a second tranche of equity placement and subsequent rights issue to all shareholders during October/November. The Company retains an undrawn capacity under its debt facility with RMB for up to an additional \$7.0 million.

A second tranche of the equity placement, raising \$8.5 million, will be issued on the same terms as the first tranche (ie. an issue price of 17 cents and a half attaching option at 25 cents) and is the subject of a shareholders' vote at an Extraordinary General Meeting ("EGM") to be held on 29 October 2009. The Notice of Meeting for the EGM was posted to shareholders on 25 September 2009.

The Company, together with Patersons Securities Ltd, has commenced preparation of a Prospectus to set out the details of the rights issue. The rights issue will be on the same terms as the equity placement tranches described above and will allow all shareholders to participate in advancing Navigator to mid-tier gold producer status in 2010.

The rights issue and the remaining debt funds ensure that the Company is sufficiently well funded to complete both the re-commissioning of the BWGP and the Leonora trial mining.

Commenting on the settlement, Navigator's Managing Director Mr David Hatch said "This has been the culmination of many months of hard work by the Company's staff, directors and advisors. The bringing together of an amount of debt and equity that exceeds the total market capitalisation of Navigator only two months ago has been a tremendous achievement and I would like to express my sincere thanks to all those who have assisted us along the way.





"Whilst we are nearing the end of the fundraising phase, the next stage is to complete the refurbishment and re-commissioning of Bronzewing back into production as soon as possible. Together with undertaking the trial mining and milling at our wholly owned Leonora Gold Project, the Board and management looks forward to creating and realising further value from Navigator's assets by moving the Company to mid-tier Australian gold producer ranks."

A handwritten signature in black ink that reads "D. F. Hatch".

Managing Director
NAVIGATOR RESOURCES LIMITED

Further Information

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