BLAZE
International Limited

19 December 2008

Companies Announcement Office
ASX Limited
20 Bridge Street
Sydney NSW 2000

Capital Raising

The Company is pleased to announce that it has completed a capital raising of $816,000 by the placement of 160,000,000 ordinary fully paid shares (**Shares**) at $0.0051 per Share, together with 160,000,000 free attaching options exercisable at $0.03 each on or before 30 January 2014 (**Options**). The placement has been made to sophisticated investors pursuant to section 708 of the Corporations Act.

The Company has today allotted and will issue 160,000,000 Shares and 64,000,000 Options, with the balance of Options, where necessary, to be issued subject to shareholder approval.

The issue of Shares has been made pursuant to the approval of shareholders at the annual general meeting held on 27 November 2008. The initial 64,000,000 Options will be issued under the Company's 15% placement capacity as allowed under the ASX Listing Rules. The Company will convene a meeting of shareholders early in the new year to ratify and/or seek shareholder approval for the issue of the Options.

Application will not at this stage be made for official quotation of the Options. However, the Company will apply for official quotation of the Shares issued upon exercise of the Options.

The Company also advises that it intends to seek Shareholder approval for the issue of up to 215,000,000 Options at the issue price of $0.001 to raise up to $215.000. These Options will be issued on the same Terms and Conditions as the abovementioned options exercisable at $0.03 each on or before 30 January 2014.

As outlined in the notice of annual general meeting, funds raised will be used for future development of the company's existing business operations and exploration on its Yeelirrie tenements, as well as for general working capital.

Attached to this announcement are two Appendix 3B's in relation to the securities to be issued.

Pursuant to section 708A(5)(e) of the Corporations Act, the Company gives notice that the securities were issued without disclosure to investors under Part 6D.2 of the Corporations Act in reliance on section 708A(5).

The Company as at the date of this announcement has complied with:

(a) the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and

(b) section 674 of the Corporations Act.

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As at the date of this announcement, there is no excluded information for the purposes of section 708A(7) and (8) of the Corporations Act, required to be disclosed by the Company.

Yours sincerely

Vince Hyde
Executive Chairman