



Baru Resources Limited

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30 March 2012

PURCHASE OF REMAINING INTEREST IN WEST GALILEE JOINT VENTURE

Board of Directors

Richard Anthon (Non-executive
Chairman)
Kevin Nichol (Executive Director)
Peter Avery (Non-executive Director)

Chief Executive Officer

Matt Bull

Company Secretary

Melanie Leydin

Securities on Issue:

BAC: 49,796,009 ordinary shares

BACO: 29,473,355 options

Market Capitalisation as at 30 March 2012:

\$6,224,501

The Directors of Baru Resources Limited ('Baru') the company, are pleased to announce that Baru has finalised an agreement with West Galilee Exploration Pty Ltd ('West Galilee') to purchase the remaining interest in the Joint Venture with West Galilee for a consideration value of \$250,000.

Baru now owns 100% of the project area prospective for coal and coal gasification. Coincidentally the extended wet season is concluding at the same time as this strategic purchase. The directors are now assessing the best way to exploit this asset and are formulating an appropriate drill program.

In August last year the Company entered into a joint venture agreement with West Galilee and the purpose of the agreement was to give effect to the heads of agreement entered into between the Company and West Galilee Exploration in March 2011. The purchase of the balance of the project interest was a natural progression that will only strengthen shareholder value.

The West Galilee Project is comprised of 6 Contiguous, granted Exploration Coal Permits and 1 application Exploration Coal Permit covering an area of 6,732.4km². The project area is some 375km east of Mt Isa and 16km west of the town of Richmond, close to the northern margin of the Eromanga Basin, which overlies the Galilee Basin and the newly defined Millungera Basin (refer to **Figure 1.**)

All three basins are prospective for coal and will be the subject of a targeted drilling program to define the more prospective areas at the conclusion of the wet season in 2012.

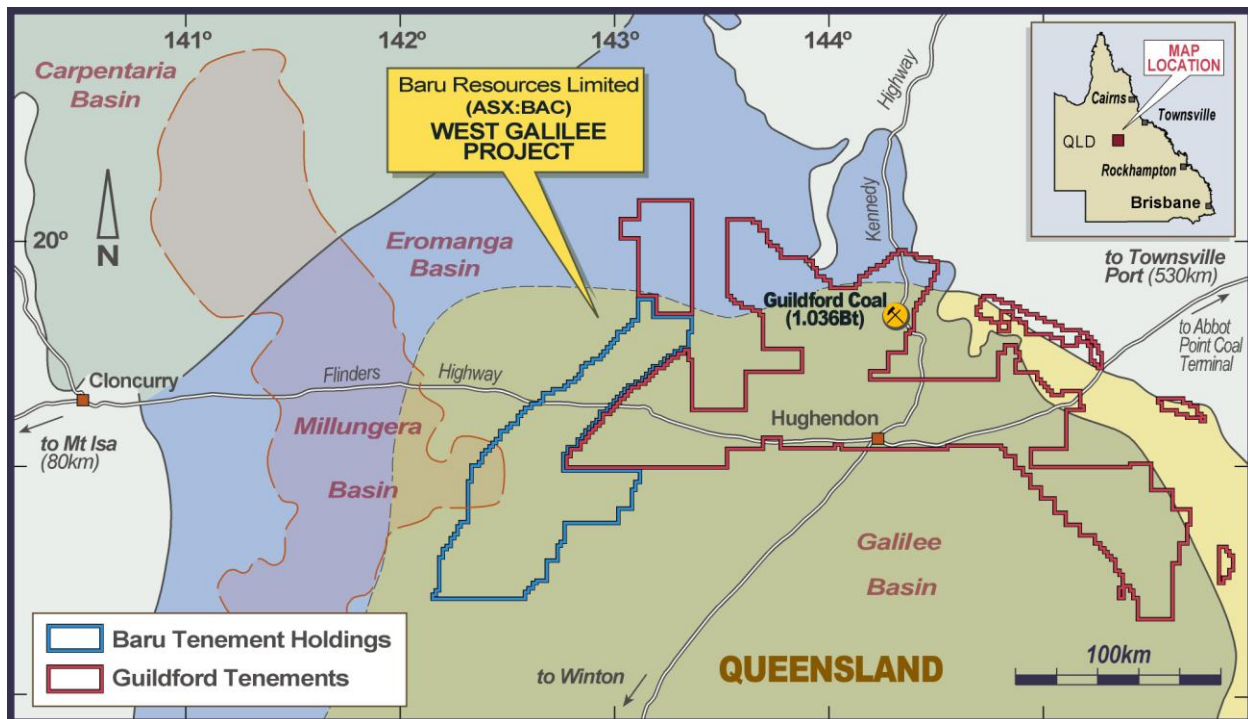


Figure 1 - Regional Geology: Sedimentary Basins and Guildford Coals Surrounding Tenements and Deposit Location

Details of the West Galilee Project tenements are detailed within Tables 1 below:

Table 1 - Tenement Details

Tenure	Status	Date Lodged	Date Granted	Date Expires	Principal Holder	No. of Sub blocks
EPC2072	Granted	04-Mar-10	29-Mar-11	28-Mar-13	West Galilee Exploration Pty Ltd	300
EPC2073	Granted	04-Mar-10	29-Mar-11	28-Mar-13	West Galilee Exploration Pty Ltd	300
EPC2074	Granted	04-Mar-10	29-Mar-11	28-Mar-13	West Galilee Exploration Pty Ltd	300
EPCA2075	Application	04-Mar-10	TBA	TBA	West Galilee Exploration Pty Ltd	300
EPC2076	Granted	04-Mar-10	29-Mar-11	28-Mar-13	West Galilee Exploration Pty Ltd	300
EPC2077	Granted	04-Mar-10	29-Mar-11	28-Mar-13	West Galilee Exploration Pty Ltd	300
EPC2078	Granted	04-Mar-10	29-Mar-11	28-Mar-13	West Galilee Exploration Pty Ltd	300

For further information:

Kevin Nichol
Executive Director