

2 March 2011

Company Announcements Office  
ASX Limited  
Via Electronic Lodgement

Dear Sirs

**Appendix 3B and Section 708A Notice**

Please find enclosed an Appendix 3B and Notice under section 708A(5)(e) of the *Corporations Act 2001* (Cth).

Yours faithfully



Jason Carone  
COMPANY SECRETARY



# Appendix 3B

## New issue announcement, application for quotation of additional securities and agreement

*Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.*

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

Reed Resources Ltd

ABN

89 099 116 631

We (the entity) give ASX the following information.

### Part 1 - All issues

*You must complete the relevant sections (attach sheets if there is not enough space).*

- |   |  |                            |
|---|--|----------------------------|
| 1 | +Class of +securities issued or to be issued   | Fully paid ordinary shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued  | 19,514,481                 |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Fully paid ordinary shares |

+ See chapter 19 for defined terms.

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<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> <li>• the date from which they do</li> <li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li> <li>• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment</li> </ul>	<p>Yes – the new shares rank equally in all respects from the date of allotment with the fully paid ordinary shares in Reed Resources Ltd currently on issue.</p>				
<p>5 Issue price or consideration</p>	<p>\$0.58.</p>				
<p>6 Purpose of the issue          (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>Shares were issued under a partial allotment of the first tranche of a placement of 27,500,000 Shares to professional and sophisticated investors. The balance of the first tranche will be allotted in the coming days. The net proceeds of the placement, together with the proceeds of other capital raisings announced on 24 February 2011 will be used to complete the acquisition of the Meekatharra Gold project, for working capital and the advancement of the Company's other assets.</p>				
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>1 March 2011</p>				
<p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="686 1657 989 1702">Number</th> <th data-bbox="989 1657 1291 1702">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="686 1702 989 1937">212,786,249</td> <td data-bbox="989 1702 1291 1937">Fully paid ordinary shares</td> </tr> </tbody> </table>	Number	+Class	212,786,249	Fully paid ordinary shares
Number	+Class				
212,786,249	Fully paid ordinary shares				

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+ See chapter 19 for defined terms.

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	2,700,000	Unlisted options at \$0.75 each, expiry 30/06/2011
	2,450,000	Unlisted options at \$0.80 each, expiry 31/12/2013
	1,800,000	Unlisted options at \$0.85 each, expiry 31/12/2012
	1,850,000	Unlisted options at \$1.20 each, expiry 30/06/2013
	4,500,000	Unlisted options at \$0.80 each, expiry 30/06/2012
	3,150,000	Unlisted options at \$1.00 each, expiry 1/07/2013
	4,000,000	Unlisted options at \$1.00 each, expiry 1/07/2012
10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	No change to existing policy	

## Part 2 - Bonus issue or pro rata issue

11 Is security holder approval required?	N/A
12 Is the issue renounceable or non-renounceable?	N/A
13 Ratio in which the +securities will be offered	N/A

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14	+Class of +securities to which the offer relates	N/A
15	+Record date to determine entitlements	N/A
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	N/A
17	Policy for deciding entitlements in relation to fractions	N/A
18	Names of countries in which the entity has +security holders who will not be sent new issue documents  <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small>	N/A
19	Closing date for receipt of acceptances or renunciations	N/A
20	Names of any underwriters	N/A
21	Amount of any underwriting fee or commission	N/A
22	Names of any brokers to the issue	N/A
23	Fee or commission payable to the broker to the issue	N/A
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	N/A
25	If the issue is contingent on +security holders' approval, the date of the meeting	N/A

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+ See chapter 19 for defined terms.

26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	N/A
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	N/A
28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A
30	How do <sup>+</sup> security holders sell their entitlements <i>in full</i> through a broker?	N/A
31	How do <sup>+</sup> security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A
32	How do <sup>+</sup> security holders dispose of their entitlements (except by sale through a broker)?	N/A
33	<sup>+</sup> Despatch date	N/A

### Part 3 - Quotation of securities

*You need only complete this section if you are applying for quotation of securities*

34 Type of securities  
(tick one)

(a)  Securities described in Part 1

(b)  All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

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Entities that have ticked box 34(a)

**Additional securities forming a new class of securities**

*Tick to indicate you are providing the information or documents*

- 35  If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders
- 36  If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories  
1 - 1,000  
1,001 - 5,000  
5,001 - 10,000  
10,001 - 100,000  
100,001 and over
- 37  A copy of any trust deed for the additional +securities

Entities that have ticked box 34(b)

- 38 Number of securities for which +quotation is sought
- 39 Class of +securities for which quotation is sought
- 40 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?  
  
If the additional securities do not rank equally, please state:  
  - the date from which they do
  - the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
  - the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

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41	<p>Reason for request for quotation now</p> <p>Example: In the case of restricted securities, end of restriction period</p> <p>(if issued upon conversion of another security, clearly identify that other security)</p>	N/A
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		Number	+Class
42	<p>Number and +class of all +securities quoted on ASX (including the securities in clause 38)</p>	N/A	N/A

**Quotation agreement**

- 1 +Quotation of our additional +securities is in ASX’s absolute discretion. ASX may quote the +securities on any conditions it decides.
  
- 2 We warrant the following to ASX.
  - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
  - There is no reason why those +securities should not be granted +quotation.
  - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.
 

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty
  - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
  - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

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- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
  
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



Sign here: ..... Date: 2 March 2011  
Company Secretary

Print name: Jason Carone

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2 March 2011

Company Announcements Office  
ASX Limited  
Via Electronic Lodgement

Dear Sirs

**Notice under section 708A(5)(e) of the Corporations Act**

Reed Resources Ltd (ACN 099 116 631) (**Company**) has today announced that it has issued 19,514,481 fully paid ordinary shares in the Company (**Shares**).

The Company gives notice under paragraph 708A(5)(e) of the *Corporations Act 2001* (Cth) (**Act**) that:

- (1) the Company issued 19,514,481 Shares;
- (2) the Company issued the Shares without disclosure to investors under Part 6D.2 of the Act;
- (3) as at the date of this notice, the Company has complied with:
  - the provisions of Chapter 2M of the Act as they apply to the Company; and
  - section 674 of the Act as it applies to the Company; and
- (4) as at the date of this notice, there is no 'excluded information' within the meaning of subsections 708A(7) and (8) of the Act.

Yours faithfully



Jason Carone  
COMPANY SECRETARY

