Resource Mining Corporation Limited

ABN: 97 008 045 083

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20 August 2004

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

RMC PLACEMENT RAISES $1.45 MILLION

Resource Mining Corporation Limited has placed 290 million ordinary shares at an issue price of $0.005 per share to Stemcor Australia Pty Ltd, Societe Generale and clients of Euroz Securities Limited to raise $1.45 million.

The major European bank Societe Generale through its investment banking arm SG Corporate and Investment Banking (SG) took part in the placement as did Stemcor Australia Pty Ltd (Stemcor) a subsidiary of the London based international steel trader, Stemcor Limited. Stemcor's turnover in 2003 was in excess of $3,700 million. The participation by SG, Stemcor and Euroz in the placement reflects confidence in the Argyle Iron Ore Project and an intention by them to work with the company to assist the development of the project with both financing and off take agreements. Euroz has been the leading West Australian-based broker in equity capital raisings in each of the last four years.

The offer included a free attaching option exercisable at $0.02 expiring on 30 June 2006 for every share subscribed, subject to shareholder approval.

An Appendix 3B in respect to the new issue is attached.

The funds will be used primarily for the purchase of the Argyle Iron Ore Project approved by shareholders on 12 August 2004, for a confirmatory drilling program at the Argyle Iron Ore Project and for working capital purposes.

The Argyle Iron Ore Project is situated south of the port of Wyndham and south southwest of the town of Kununurra in the eastern Kimberley of Western Australia. The project is made up of two main deposits being the Tony deposit and the Sam deposit. Access is by way of the Great Northern Highway that runs approximately 150 kilometers south from Wyndham. The tenement straddles the highway with the iron deposits located approximately 8 kilometers to the east of the highway.

Strike length of the north-south segment of Golden Gate Siltstone is around 9 kilometers within Exploration Licence 80/2389 with the mineralised Porous Hematite parts in the Sam and Tony deposits being present over much of that distance. From core drilling in the south, the Porous Hematite depth ranges to 12 meters and the width is up to some 200 meters.

Secondary Sales and Category of Relief

The shares will be issued in reliance on the relief from the secondary sales restrictions in subsection 707(3) of the Corporations Act 2001 (Cth) ("**Corporations Act**") provided in Australian Securities and Investments Commission ("**ASIC**") Class Order CO 02/1180 ("**Class Order**"). In accordance with paragraph (5) of Category 1 of the Class Order, the Company notifies ASX that all information of the kind that would be required to be disclosed under subsection 713(5) of the Corporations Act, if a prospectus were to be issued in reliance on section 713 of the Corporations Act, in relation to an offer of the shares has been disclosed to ASX.

E W Edwards
Director

Rule 2.7, 3.10.3, 3.10.4, 3.10.5

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.

Name of entity

Resource Mining Corporation Limited

ABN

97 008 045 083

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	Ordinary Fully Paid Shares
2	Number of +securities issued or to be issued (if known) or maximum number which may be issued	290,000,000 Ordinary Fully Paid Shares
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)	Pari passu with existing ordinary shares

4	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	Yes
5	Issue price or consideration	Ordinary Fully Paid Shares – 0.5 cents
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	The funds will be used primarily for the purchase of the Argyle Iron Ore Project approved by shareholders on 12 August 2004, for a confirmatory drilling program at the Argyle Iron Ore Project and for working capital purposes.
7	Dates of entering +securities into uncertificated holdings or despatch of certificates	23 August 2004

		Number	+Class
8	Number and +class of all +securities quoted on ASX (*including* the securities in clause 2 if applicable)	1,663,328,731 1,006,493,241	Ordinary shares 2 cent Options (30/6/06)

+ 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)		

10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	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.

- We warrant that if confirmation is required under section 1017F of the Corporations Act in relation to the +securities to be quoted, it has been provided 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.

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

+ See chapter 19 for defined terms.

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:	E W Edwards (Director/Company secretary)	Date: 20 August 2004
Print name:	E W Edwards	

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+ See chapter 19 for defined terms.