



2 May 2006

SHARE PLACEMENT

The Board of Stellar Resources Limited is pleased to advise that the Company has completed a placement of 7.5 million ordinary fully paid shares at a price of \$0.45 per share to raise \$3.375m, before costs, to sophisticated and professional clients of Bell Potter Securities Limited, pursuant to section 708 of the Corporations Act. All of the shares to be issued under this placement will rank pari passu with existing ordinary shares.

Stellar Resources Limited is delighted by the high level of demand for the placement and welcomes the new investors who have committed to subscribe to the placement.

The raising will enable Stellar Resources Limited to fund the Company's ongoing exploration activities and provide working capital for group activities.

Bill Michaelidis
COMPANY SECRETARY

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