2 March 2006

The Manager
Company Announcements Office
Australian Stock Exchange Limited
PO Box H224 Australia Square
SYDNEY NSW 2000

Dear Sir

TANAMI RAISES $20 MILLION FOR COYOTE GOLD MINE AND INCREASED EXPLORATION PROGRAMS

The Directors of Tanami Gold NL (Tanami) are pleased to announce that the Company has reached in-principle agreement with Hartleys Limited to undertake a placement of 108 million shares at an issue price of A$0.185 per share to raise approximately A$20 million. The placement will be made to international and domestic institutional investors and to sophisticated investor clients of Hartleys Limited.

The Company will allot the placement shares in two tranches, with 54 million shares to be allotted upon receipt of placement monies expected within the week and a further 54 million shares following the receipt of placement monies and shareholder approval at a General Meeting of shareholders to be held in early April 2006. Upon completion of the placement Tanami will be fully funded, with no debt and no hedging.

The monies raised will be applied to the development of the Coyote Gold Mine and to a substantial drill program focussed on the conversion of resources into reserves and to further drill testing of the down plunge and along strike extensions to the Coyote deposit. In addition, known satellite deposits will be fast tracked and regional drill programs will be increased targeting fresh resources for the Coyote gold plant.

Tanami anticipates bringing the Coyote Gold Mine into production mid-year, with 100% of its production exposed to the favourable Australian dollar gold price.

The trading halt placed on the Company's securities on 27 February 2006 will be lifted upon the release of this announcement to the market.

Yours faithfully
Tanami Gold NL

John Traicos
Company Secretary

TANAMI GOLD NL ABN 51 000 617 176
LEVEL 4, 50 COLIN STREET, WEST PERTH, WESTERN AUSTRALIA 6005 PO BOX 1892, WEST PERTH, WESTERN AUSTRALIA, 6872
TELEPHONE: +61 (8) 9212 5999 FACSIMILE: +61 (8) 9212 5900 EMAIL: tanamigold@tanami.com.au WEB: www.tanami.com.au