

ASX Announcement **27 April 2010**

Successful Private Placement of \$444,000

The Company is pleased to announce a successful private placement of \$444,000 is currently underway and is expected to be completed by Friday 30 April 2010.

Applications for this placement closed at 5pm EST on Friday 23 April 2010. The Company has received applications in excess of the 15% limit imposed by Listing Rule 7.1 and is presently processing the applications.

The placement has been made on the following terms:

- Up to 14,800,000 ordinary shares in Gulf Mines Limited offered at 3 cents per share.
- For each two shares allotted, the subscriber will receive one unlisted option exercisable at 5 cents on or before 25 April 2011.

The Company expects to announce the results of the placement after receipt of cleared funds and the necessary scale back has been applied. It is envisaged that this announcement will be made no later than Friday 30 April 2010.

The Managing Director Graham Reveleigh said "The proceeds of the placement will be utilised by the Company to conduct a drilling program at Nowa Nowa to test the new geological model which resulted from the recent gravity survey. The necessary Work Program has been lodged with the Victorian Government and drilling will commence once necessary regulatory approval has been granted".

For further information, contact Graham Reveleigh on (07) 40 331 805.