



28 May 2008

The Manager
Australian Stock Exchange Limited
Level 4
20 Bridge Street
Sydney, NSW 2000

Dear Sir

EQUITY RAISING

The Board of Carbine Resources Limited (Carbine) advises that it intends to conduct a non renounceable entitlement issue at the price of \$A0.12 (Entitlement Issue), to raise approximately \$A2.2 million.

The Entitlement Issue will be offered to all eligible shareholders on the basis of one (1) new share for every two (2) shares held at the price of \$0.12 per share.

Carbine Resources Managing Director, Rob Brierley said "The Entitlement Issue provides eligible shareholders with the opportunity to further participate in the growth of the Company's high quality and exciting exploration assets. The support of Allied Gold in underwriting this issue also provides shareholders with immediate certainty on meeting exploration expenditure commitments".

Funds raised by the Entitlement Issue will be predominantly applied to exploration of West Kalgoorlie JV tenements but will also be used for exploration of Carbine's 100% owned Red Dam Gold Project, identification of new business opportunities and general working capital requirements

The Company will shortly provide details of the Entitlement Issue timetable, including details of the Record Date and the date of despatch of the Offer document.

Yours faithfully

A handwritten signature in black ink, appearing to read "Peter Torre", written over a horizontal line.

Peter Torre
Director /Company Secretary

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