



ASX: RES

23 June 2009

ASX Release

Resource Generation is an energy resources company, primarily with coal interests in South Africa and Tasmania. Its current priority is to develop its resources in the Waterberg region of South Africa.

Equity Raising

Resource Generation Limited is pleased to announce a 1 for 1 non-renounceable entitlement issue at 40 cents per share to raise \$30.75 million before costs. The issue has been fully underwritten by Shaw Corporate Finance Pty Limited.

Proceeds from the issue will be used primarily to continue development of the Waterberg One Coal and Ledjadja Coal projects, in particular to secure land for mine infrastructure and to assist in the completion of a bankable feasibility study.

The Managing Director, Paul Jury said "we are excited by the potential to develop a significant open cut coal mine in the Waterberg and this raising should enable us to secure title to the most important properties where the future mine and its related infrastructure will be sited."

We look forward to shareholders participating in what is an important stepping stone towards the creation of a major coal mining operation. It is also the first and most important of the company's projects and will represent an excellent start to achieving its ambition to become an energy resources company.'

RES shares will commence to trade ex-rights on Friday 26 June 2009 and the record date will be 2 July 2009. The offer opens on Tuesday 7 July 2009 and acceptances will close at 5.00 pm (Sydney time) on 20 July 2009. The Entitlement Offer Booklet will be mailed to shareholders on Monday 6 July 2009. Prior to then it is available to shareholders on both the ASX website and the company's website at www.resgen.com.au.

Contacts

Paul Jury, Managing Director on (02) 9376 9000 or
Steve Matthews, Company Secretary on (02) 9376 9000