

Shaw River raises \$5mil to accelerate Manganese Exploration

Shaw River Resources Limited (“Shaw River” “the Company”) (SRR) is pleased to advise that it has resolved to raise up to \$5 million through a placement of up to approximately 33.33 million shares at an issue price of 15 cents per share to sophisticated and professional investors (“the Placement”). Hartleys Limited is Broker to the Offer. Shaw River’s largest shareholder, Atlas Iron Limited, and other shareholders, including OM Holdings Limited, have participated in the Placement.

Funds raised pursuant to the Placement will allow Shaw River to accelerate exploration across its portfolio of Pilbara manganese exploration projects, particularly its flagship Baramine Manganese Project where drilling is currently underway.

The Placement of new shares will be undertaken in two tranches. The first tranche of up to 24,500,000 new shares will be issued pursuant to the Company’s 15% capacity under ASX Listing Rule 7.1. The second tranche of up to 8,833,334 new shares will be issued subject to shareholder approval at a meeting of shareholders currently scheduled for Friday, 9 October 2009.

Commenting on the success of the Placement, Vincent Algar, Managing Director of Shaw River stated:

“We are delighted by the strong support received for the Placement, and by the confidence demonstrated by our shareholders in the Company. The strength of interest in the Placement ensures Shaw River remains well funded to execute its manganese exploration strategy.

We are currently drilling at our flagship Baramine Manganese Project, and we are already well advanced in preparations for our next major drilling programme at Baramine, which will commence in the fourth quarter of 2009.”

For further details, contact Mr Vincent Algar, Managing Director, on (08) 9226 4455