

REGISTERED OFFICE

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27 May 2011

The Manager
Australian Securities Exchange Limited
Exchange Plaza
2 The Esplanade
Perth WA 6000

Dear Sir

Share Issue

Chalice Gold Mines Limited ("**the Company**") advises that the allotment and issue of 32,000,000 fully paid ordinary shares to institutional and sophisticated investors has been completed ("**the Issue**").

In relation to the Issue, the Company provides the following information in accordance with section 708A (6) of the Corporations Act ("**the Act**"):

- (a) the Issue was made without a disclosure document under Part 6D.2 of the Act;
- (b) this Notice is given under section 708A(5)(e) of the Act;
- (c) as at the date of this Notice, the Company has complied with the provisions of chapter 2M of the Act as they apply to the Company and section 674 of the Act;
- (d) as at the date of this Notice, there is no excluded information to be provided in accordance with section 708A(7) and (8) of the Act.

Yours faithfully



RICHARD HACKER
Company Secretary