

STOCK EXCHANGE ANNOUNCEMENT

28 April 2006

\$33.3 MILLION RAISING COMPLETED FOLLOWING ALLOTMENT OF SECOND TRANCHE OF SHARE PLACEMENT

Gindalbie Metals Limited (**ASX:GBG**) is pleased to announce that it has allotted 43 million shares at 37 cents per share to Australian and International institutional clients of Southern Cross Equities Ltd to raise \$15.91 million, representing the second tranche of the \$33.3 million share placement announced on 28 February 2006.

Following the allotment of these Tranche 2 shares, the Company has 430,784,406 shares on issue with the Top 20 shareholders holding 58.96% of the total issued capital. A new schedule of the Top 20 shareholders is set out below.

	Shareholding Name	Number of Shares	% Holding
1	Melewar Steel Ventures Ltd	74,087,009	17.20
2	Westpac Custodian Nominees Ltd	32,266,715	7.49
3	National Nominees Limited	28,782,695	6.68
4	ANZ Nominees Limited	25,978,016	6.03
5	Merrill Lynch (Australia) Nominees Ltd	22,983,242	5.33
6	Connemara Investments Pty Ltd	11,500,000	2.67
7	Osson Pty Ltd	11,111,111	2.58
8	Mr J Janowski	8,000,000	1.86
9	Mr D McSweeney	7,222,494	1.68
10	Fitel Nominees Limited	4,562,000	1.06
11	Colorado Conversions Pty Ltd	3,600,000	0.84
12	AMP Life Ltd	3,210,414	0.74
13	Mr D Gordon	3,000,000	0.70
14	JP Morgan Nominees Australia Ltd	2,876,058	0.67
15	HSBC Custody Nominees (Australia) Ltd	2,822,050	0.66
16	Lost Ark Nominees Pty Ltd	2,562,500	0.59
17	Cogent Nominees Pty Ltd	2,539,586	0.59
18	Queensland Investment Corporation	2,461,247	0.57
19	Piranha Nominees Pty Ltd	2,433,555	0.56
20	Mr B Bolin	2,000,000	0.46
	TOTAL	253,998,692	58.96
	TOTAL ISSUED CAPITAL	430,784,406	100.0

As previously announced, the funds raised from the share placement will be used for the ongoing development of the Company's Karara Iron Ore Project in Western Australia's Mid West region.

In relation to the placement of securities, the Company confirms that for the purposes of section 708A of the Act, the Company has allotted shares without disclosure to investors under Part 6D.2 of the Act, and provides this notice in accordance with section 708A(5)(e). Further 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. In addition, at the date of this notice there is no 'excluded information' (as defined in section 708A (7) and (8) of the Act), required to be disclosed by the Company.

For further information please contact:

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