



## PALADIN ENERGY LTD

ACN 061 681 098

Ref: 233088

12 September 2011

Company Announcements Office  
Australian Securities Exchange  
20 Bridge Street  
SYDNEY NSW 2000

By Electronic Lodgement

Dear Sir/Madam

### **Langer Heinrich Mine, Namibia US\$141M Project Finance Facility Drawdown**

The Directors of Paladin Energy Ltd ("Paladin") are pleased to advise that financial close has been reached under the Langer Heinrich Project Finance Facility ("Facility"), and Paladin has submitted a drawdown notice for US\$127.2M.

Paladin has to date funded the Stage 3 expansion from existing cash reserves and as such, the majority of the funds will be used to reimburse Paladin. The undrawn portion of the Facility post drawdown (being US\$7.8M) will be used to meet the remaining construction expenditure.

The US\$141M Facility consists of:-

- US\$135M Project Financing Facility – currently drawn to US\$127.2M
- US\$6M Cost Overrun Facility – currently undrawn

In accordance with the terms of the Facility, an equity cost overrun account is funded with a further US\$6M.

The facilities are being provided by Société Générale (as Agent), Nedbank Capital, Standard Bank Plc, Barclays Capital (the investment banking division of Barclays Bank PLC) and Rand Merchant Bank, a division of FirstRand Bank Limited.

With the continued support of our existing Stage 1 financiers together with the addition of two new lenders, Paladin is confident the Stage 3 expansion at Langer Heinrich is on track with construction finalisation and commissioning to reach nameplate capacity in the 1<sup>st</sup> quarter of 2012. The Stage 3 expansion will increase production capacity from the current 3.7Mlb pa to 5.2Mlb pa.

Yours faithfully  
Paladin Energy Ltd

**JOHN BORSHOFF**  
Managing Director/CEO