



PALADIN ENERGY LTD

ACN 061 681 098

30 May 2012

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

By Electronic Lodgement

Dear Sir/Madam

Paladin Energy Ltd announces settlement of tender offer

Paladin Energy Ltd (**Paladin**) refers to its invitation of tenders for repurchase for cash of up to U.S.\$200,000,000 of its outstanding U.S.\$325,000,000 5.00 per cent. convertible bonds due 2013 (ISIN XS0349087451) convertible into ordinary shares of Paladin issued on 11 March 2008 (**Bonds**), which are listed on Singapore Exchange Securities Trading Limited.

Paladin previously announced on 23 April 2012 the launch of a tender offer, pursuant to which certain holders of the Bonds (the **Bondholders**) were invited to tender any or all of their Bonds for repurchase by Paladin for cash (the **Offer**) (subject to a minimum tender amount of U.S.\$200,000 in nominal amount of the Bonds) upon the terms and subject to the conditions contained in the Tender Offer Memorandum dated 23 April 2012 as supplemented by the Supplemental Tender Offer Memorandum dated 16 May 2012 (as so supplemented, the **Tender Offer Memorandum**). On 23 May 2012, Paladin announced the expiry of the period for Bondholders to tender their Bonds under the Offer. On 24 May 2012, Paladin announced the results of the Offer and that settlement would take place on 29 May 2012 (the **Settlement Date**). Terms defined in the Tender Offer Memorandum shall have the same meaning when used in this announcement.

Paladin wishes to inform the Bondholders that:

- (a) settlement in respect of the Offer occurred on the Settlement Date;
- (b) pursuant to the Offer, Paladin repurchased Bonds having an aggregate nominal amount of U.S.\$191,000,000 (the **Repurchased Bonds**);
- (c) the aggregate cash consideration paid on the Settlement Date by Paladin for the Repurchased Bonds (excluding Accrued Interest) was U.S.\$190,988,000. The aggregate amount of Accrued Interest paid on the Settlement Date by Paladin in respect of the Repurchased Bonds was U.S.\$2,069,169.85. The aggregate consideration (including Accrued Interest) paid on the Settlement Date by Paladin for the repurchase of the Repurchased Bonds was U.S.\$193,057,169.85; and

- (d) following cancellation of the Repurchased Bonds on the Settlement Date, the aggregate nominal amount of the Bonds remaining outstanding is U.S.\$134,000,000.

Yours faithfully
Paladin Energy Ltd

A handwritten signature in blue ink, appearing to read "John Borshoff". The signature is stylized and cursive.

John Borshoff
Managing Director/CEO