

JERVOIS MINING LIMITED

A.B.N. 52 007 626 575



11 January 2010

The Manager
Company Announcements
Australian Stock Exchange
Level 10, 20 Bond Street
SYDNEY NSW 2000

NEW CAPITAL RAISING

The Company wishes to announce a capital raising. There will be a non-renounceable pro-rata rights Issue to all shareholders of one (1) New Ordinary Share for every five (5) shares held. The Issue price will be \$0.006 (0.6 cents). This Issue, if fully subscribed, would raise \$3,689,233, before costs, from the Issue of 614,872,096 New Shares. Some partial underwriting for this Issue may be sought.

The funds raised by this Issue, together with any funds recovered following any exercise of the option by Auzex Resources Ltd over the Bullabulling Gold Project, will be used to fund the Company's important projects and to provide working capital.

Under the Rights Issue, the Company will offer its shareholders, whose registered addresses are within Australia and New Zealand (**Eligible Shareholders**), one (1) new fully-paid, ordinary share for every five (5) fully paid ordinary shares held as at 5.00pm on 19th January 2009 (**Rights Issue Shares**). The issue price for the Rights Issue Shares will be \$0.006. Fractional entitlements will be rounded up to the nearest whole number and the Rights Issue Shares will rank equally with the Company's fully paid ordinary shares on issue.

Shareholder approval of the Rights Issue is not required. The Rights Issue is undertaken without a prospectus in accordance with section 708AA of the *Corporations Act 2001 (Cth) (Act)*. The notice required under s708AA(7) of the Act is attached. The Company will dispatch to Eligible Shareholders an Offer Letter, setting out the terms of the Rights Issue together with a personalised Entitlement and Acceptance Form, on or about 22nd January 2009.

In accordance with the ASX Listing Rules, the Company has decided that the Rights Issue will not be extended to shareholders with registered addresses outside Australia or New Zealand as the Company has formed the view that it would be unreasonable to extend the offer in such a way having regard to:

1. the number of shareholders outside Australia and New Zealand as a proportion of the total shares of the Company;
2. the number and value of securities to be offered to shareholders outside of Australia and New Zealand; and
3. the costs of complying with the legal requirements and requirements of regulatory authorities in overseas jurisdictions.

The proposed timetable for the Rights Issue is as follows:

	Date
Initial announcement of Rights Issue, lodgment of Appendix 3B and s708AA notice	11 th January 2010
Dispatch of letter to shareholders	12 th January 2010
"Ex" Date (ie. date from which securities commence trading without the entitlement to participate in the Rights Issue)	13 th January 2010
Record Date (ie. date for determining entitlement to participate in the Rights Issue)	19 th January 2010
Dispatch of Rights Issue offer document and personalised Entitlement and Application Form	22 nd January 2010
Closing Date	8 th February 2010
Company notifies ASX of under subscriptions	11 th February 2010
Allotment of Rights Issue Shares and dispatch of holding statements	12 th February 2010
Trading of Rights Issue Shares expected to commence on ASX	15 th February 2010
Despatch of holding statements	16 th February 2010

*Note: this timetable is indicative only and may be subject to change, subject to the ASX Listing Rules.

An Appendix 3B applying for quotation of the new shares under the Rights Issue is attached.

By Order of the Board



DUNCAN C. PURSELL
MANAGING DIRECTOR