



**NORTHERN MINING
LIMITED**

ASX CODE : NMI, NMIO, NMIOB

NORTHERN MINING LIMITED RAISES \$463,340

PLACEMENT:

Northern Mining Limited (ASX Code **NMI**) is pleased to announce the successful placement of Shares to sophisticated and professional investors in Australia, United Kingdom and France.

NMI has placed 12,193,158 fully paid Ordinary Shares at 3.8 cents per share to raise A\$463,340. The issue of the Shares is within NMI's available 15% capacity under Listing Rule 7.1.

PURPOSE:

The funds raised from this placement will be applied to the ongoing evaluation of prospects in Western Australia and working capital requirements.

At the Kanowna Lights Prospect (NMI 76%, Balagundi Gold Pty Ltd 24%), NMI has recently completed RC and Diamond Drill programs which have enhanced the potential for oxide mineralisation within two +800 metres long coherent north-south bedrock gold geochemical anomalies (see ASX Release 5 July 2011). NMI proposes to utilise the funds raised to evaluate the extent of oxide mineralisation within these north-south bedrock gold anomalies and complete deeper drilling to evaluate the fresh rock potential.

At the Blair North Prospect (NMI 76%, Balagundi Gold Pty Ltd 24%), NMI has identified two area of significant gold anomalism, the Southern Zone (which includes NMI's Georges Reward Deposit) and the Northern Zone. At the Northern Zone, Diamond Drilling completed in January 2011 was designed to test an IP geophysical anomaly identified at depth below the previous drilling (see ASX Release Quarterly Report to the 30 September 2010). This drilling recorded a broad zone of gold mineralisation, returning an intercept of 121.57m @ 0.98 g/t Au from 143.0m (see ASX Release 15 February 2011). Further modelling and interpretation suggests this drillhole did not conclusively test the IP anomaly. NMI proposes to complete additional drilling to evaluate this broad area of gold anomalism.

At the Southern Zone, NMI had previously reported an Inferred Resource of 375,000 tonnes grading 1.9 g/t Au for 22,850 oz Au at the Georges Reward Deposit (see ASX Release Quarterly Report to the 31 March 2010). At the time, NMI indicated mineralisation was open at depth and along strike. NMI proposes to complete additional drilling to evaluate these depth and strike extensions.

GREG WILSON
CHIEF EXECUTIVE OFFICER

Competent Person Statements

Information in this report that relates to Exploration Results is based on information compiled by Mr Greg Wilson, full time employee of Northern Mining Limited, who is a Member of The Australasian Institute of Mining and Metallurgy and who has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Wilson consents to the inclusion in the report of the matters based on the information in the form and context in which they appear.

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