



## ISSUE OF SHARES

Barra Resources Limited ("Barra" or "the Company") is pleased to advise that it has agreed terms with FMR Investments Pty Ltd ("FMR") whereby the outstanding amount owing from Burbanks underground operations including demobilisation, rehabilitation and goods and services tax following completion of underground mining operations in 2008 totalling \$648,434 will be satisfied by the issue to FMR of 5,187,472 ordinary shares in Barra at a deemed issue price of 12.5 cents per share.

The issue of shares shall be subject to the approval of shareholders of the Company at its forthcoming Annual General Meeting to be held on Wednesday 18 November 2009.

Barra's Chairman Gary Berrell said today:

*"We are extremely pleased to finalise this remaining debt by way of a share issue while preserving our cash position which will enable us to aggressively pursue exploration initiatives at Mt Thirsty where we are currently drilling nickel sulphide targets and at Philips Find where we have commenced infill drilling at the Diablo deposit and to test the extent of gold mineralisation down dip and along strike.*

*Our current available cash reserves of approximately \$4.3 million allows us to continue with Joint Venture pre-feasibility work on the cobalt-nickel-manganese oxide deposit at Mt Thirsty."*

A handwritten signature in black ink, appearing to read "Berrell", is positioned above the printed name and title of the Chairman.

**Gary Berrell**  
Chairman  
Barra Resources Limited