



Baru Resources Limited

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10 February 2012

PLACEMENT

Board of Directors

Richard Anthon (Chairman)
Kevin Nichol (Executive Director)
Peter Avery (Non-executive Director)

Chief Executive Officer

Matt Bull

Company Secretary

Melanie Leydin

Securities on Issue:

BAC: 49,796,009 ordinary shares
BACO: 42,898,005 options

The Directors of Baru Resources Limited (Company) advise that they have placed eighteen million options exercisable at \$0.20 per option and expiring on 23 December 2016 (options) in order to provide an incentive for future involvement and commitment of the Company's key corporate and strategic consultants.

These options are issued under the same terms and conditions as the BACO options.

Shareholder approval for the placement of the options will be sought and the Directors confirm that the allottees are not related parties to the Directors.

The Directors have also successfully placed the shortfall from the Company's Pro rata non-renounceable option entitlement issue.

Yours sincerely,
BARU RESOURCES LIMITED

A handwritten signature in black ink, appearing to be "Kevin Nichol".

KEVIN NICHOL
Executive Director