



Baru Resources Limited

ACN 147 324 847 ABN 50 147 324 847
Suite 304, 22 St Kilda Road, St Kilda, VIC 3182

Phone: (03) 9692 7222

Fax: (03) 9529 8057

Email : generaladmin@baru.com.au

Website: www.baru.com.au

28 December 2011

Amended Pro rata non-renounceable option entitlement issue

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

Market Capitalisation as at 23 Dec 2011:

\$6,971,441

Further to the ASX announcement lodged on Friday 23 December 2011, the Company amends the option exercise date to 5:00pm WST on 23 December 2016. Below is an amended version of the ASX announcement:

The Directors of Baru Resources Limited have resolved that the Company will make a pro rata non-renounceable offer to its Shareholders of up to 24,898,005 Options, (**Options**). Each Option is exercisable at \$0.20 (twenty cents) on or before **23 December 2016** and will then convert into one fully paid ordinary Share. The Options will have an issue price of \$0.001 (one tenth of a cent each) to be paid for on subscription raising approximately \$24,898 (before costs).

The Offer will be made to Shareholders on a basis of 1 Option for every 2 Shares held at 7.00pm (WST) on 6 January 2012 (**Record Date**).

All registered holders of ordinary shares in the Company are entitled to participate in the Offer.

The ASX has previously approved the timetable for the non-renounceable pro-rata offer of Options by the Company. The Company is pleased to announce the important dates for the offer are as follows:

Lodgment of Prospectus	23 December 2011
'Ex' Date	30 December 2011
Record Date	6 January 2012
Acceptances close at 5.00pm WST	27 January 2012

Applicants should consult their brokers or professional advisers in regards to the definition of 'Ex' Date and Record Date to ensure that their entitlement to participate in the offer is assured.

The Company intends to lodge a Prospectus for the Offer at the Australian Securities & Investments Commission today. The Prospectus will be mailed to each shareholder registered in the share register on the Record Date. Each shareholder's entitlement under the Offer will be set out in the Entitlement and Acceptance Form that accompany the Prospectus.

The Company will apply for official quotation of the Options issued under the Prospectus.

For further details please contact:

Melanie Leydin
Company Secretary