



MEDIA RELEASE

NOVEMBER 13

## **MEDUSA MINING COMPLETES \$10.645 MILLION CAPITAL RAISING - TO LIST ON AIM ON OR ABOUT NOVEMBER 21**

### **HIGHLIGHTS**

- **Medusa raises \$10.645 million from sophisticated investors and investment funds**
- **Medusa to list on AIM on or about November 21**
- **Medusa will proceed to acquire Philippines partner Philsaga Mining Corporation after AIM listing**

Perth-based gold miner Medusa Mining Limited (**ASX: MML**) (Medusa or the Company), which operates gold mines in the Philippines, has completed an \$10.645 million capital raising and will list on London's Alternative Investment Market (AIM) on or about November 21.

The Company raised the funds, via a placing of 16,645,630 shares at A\$0.65 per share, to enable the Company to complete the acquisition of its Philippines partner, Philsaga Mining Corporation (Philsaga).

Medusa managing director Geoff Davis said the capital raising would allow the company to capitalise on existing projects and expand its business.

Mr Davis said the secondary listing on AIM will give Medusa greater access to capital markets, while the Philsaga deal will give the company control of more than 700km<sup>2</sup> of highly prospective tenements.

"The Philsaga Transaction gives Medusa control of a profitable, high-grade mining operation utilising centrally located milling facilities which can be expanded as production increases from ore sourced from multiple mines," he said.

"Following the share placement and AIM listing, we will capitalise on the mill infrastructure and production projects we have acquired with Philsaga, with a view to increasing production to 100,000 ounces by the end of 2007 – early 2008.

"The exploration potential of the tenements is excellent for long life, high grade gold production and the Company has identified a number of porphyry copper-gold targets and a bulk gold target for drilling in 2007."

Ambrian Partners Ltd is the nominated adviser and broker to the Company.

**Further information:**

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**ABOUT MEDUSA MINING:**

Medusa Mining is an ASX-listed Perth-based gold producer operating in the Philippines. Medusa has two mine developments, Co-O and Tambis, production planned in the near term at Anoling and is aiming to commence production at the Sinug-ang Project during 2007.

**MANAGEMENT TEAM**

Medusa's management team combines mining industry and City experience and has complementary skill-sets and backgrounds. The directors' biographies are outlined below:

**Mr Geoffrey John Davis**

M.Sc, Mining and Exploration Geology, B.Sc (Hons), Member Australian Institute of Geoscientists

**Managing Director**

Mr Geoff Davis worked initially with BHP for 10 years following his graduation in 1972, before becoming a consultant to a wide range of mining and exploration companies in Australia, Asia and South America. This work specialised in epithermal precious metal and porphyry copper-gold opportunities, and included project acquisition, assessment and exploration. Since 1990, most of his work has been with junior explorers where he has been Exploration Manager to a number of these companies. In this role he has also been extensively involved in company presentations and numerous capital raisings. He has established working relationships within both the technical and share market sectors of the business.

In more recent times Mr Davis has also held Directorships and senior executive positions in a number of listed and unlisted Australian, Asian and London based exploration and mining companies. Mr Davis has been the Managing Director of Medusa since its inception on 5 February 2002.

**Philippines Experience:** Geoff first started work in the Philippines in 1980 until late 1981 as the Regional Manager for an international mining house based in Manila. This work concentrated on exploring for epithermal gold deposits under the guidance of an internationally recognised consultant who specialised in the field of epithermal gold deposits. During this period he had the opportunity to visit major gold and gold-copper deposits. During the 1980s and 1990s he was involved in consulting to companies in the Philippines as well as assisting companies to source projects and personnel. During the period 1999-2000 he managed the restructure and recovery of an AIM listed group of companies to the point of financial stability. As part of the restructuring of this group, he managed the sale of the Co-O Gold Project to Philsaga in August 2000. Over his 25 years of experience in the Philippines, Geoff has developed a network of contacts in the mining, exploration, legal and tenement management sectors of the industry which will continue to be central to furthering the Company's business interests in the Philippines.

**Mr Roy Philip Daniel**

B.Com UWA

**Finance Director**

(appointed 13 April 2006)

Mr Roy Daniel, who is also the Company Secretary, was appointed Finance Director of the Company on 13 April 2006. He has been associated with the natural resources and mining industry for over 25 years and has held various senior management and accounting positions with overseas and Australian companies. Mr Daniel has considerable experience in accounting matters, business development, financial evaluations & modelling, feasibility studies, project funding, treasury management and company secretarial functions and will bring his expertise in these matters to the Company. In his capacity as Finance Director, Mr Daniel is responsible for the day to day financial, company secretarial and administrative functions of the Company.

**Philippines Experience:** Mr Daniel also possesses work experience in the Philippines having streamlined the finance, administration and corporate activities of Filipino operations for an AIM listed entity.

**Mr Kevin Michael Tomlinson**

Grad Dip Finance, M.Sc, B.Sc (Hons), FSI, ASIA

**Non-Executive Chairman**

(appointed 10 October 2005)

Mr Kevin Tomlinson, who was appointed to the Board of Medusa on 10 October 2005, is currently Managing Director – Investment Banking for Westwind Partners, a broking house in London.

Mr Tomlinson's 27 years of experience includes senior executive and management roles in several mining commodities including gold, nickel and base metals, plus a broad range of experience in other areas including corporate start-ups, capital raisings, company listings and project evaluation. He possesses strong conceptual and analytical capabilities and a thorough understanding of the market and corporate issues that affect growing companies.

As Head of Research, working for Hartleys Limited in Perth, he was involved in investment relationships with corporate clients, the facilitation of Australian and International introductions to institutions, broking houses and funds, as well as promotion through the media and road shows in Australia, Canada, UK and Europe. Mr Tomlinson brings a wealth of experience to the Company that will enhance the marketability of Medusa in the international resources market.

Figure One:  
Medusa's projects

