



PALADIN ENERGY LTD

ACN 061 681 098

11 March 2008

The Company Announcements Officer
Australian Stock Exchange Limited
Exchange Centre, 20 Bridge Street
SYDNEY NSW 2000

By Electronic Lodgement

Dear Sir/Madam

Settlement of Convertible Bond Issue of US\$325M

Further to Paladin Energy Ltd's ("Paladin") (ASX and TSX: PDN) announcement dated 20 February 2008, Paladin is pleased to announce the completion of its issue of US\$325M of 5% convertible bonds due March 11, 2013.

Citigroup Global Markets Limited and UBS AG, Australia Branch acted as Joint Lead Bookrunners and Joint Lead Managers, with UBS also acting as Sole Global Co-ordinator. Azure Capital acted as corporate adviser to Paladin.

The proceeds from the convertible bond issue will be utilised to fund further growth as follows:

- approximately US\$50M to further advance the Langer Heinrich expansion project (Stage II);
- approximately US\$100–120M to fund mining development, expansions and to support ongoing M&A activities as they arise in the next 12 to 18 months. This will include committing funds to Langer Heinrich to further increase production beyond the proposed Stage II expansion and, in conjunction with Cameco Corporation, to evaluating the recently awarded Angela and Pamela uranium deposits in Australia's Northern Territory;
- approximately US\$50–70M for ongoing exploration and business development;
- approximately US\$65-75M on Paladin's marketing arm. Paladin will develop innovative commercial arrangements to take advantage of the dynamic changes in the global uranium industry which are consistent with the trend in other commodities where customers are increasingly looking for flexible and variable contractual and sales proposals extending beyond the traditional long-term contracts and spot sales transactions. Paladin intends to open marketing offices to better access key customers in Europe and Asia-Pacific, and will add further contract administration and sales personnel both in its head office and in North America; and
- approximately US\$10M to fund costs associated with the issue.

Yours faithfully
Paladin Resources Ltd

JOHN BORSHOFF
Managing Director

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