



ABN 27 107 131 653



Suite 4, Level 3, South Shore Centre
83-85 The Esplanade
South Perth WA 6151

PO Box 859
South Perth WA 6951

Tel: 08 9367 6471

Fax: 08 9367 2355

E-mail: info@ngmresources.com.au

Website: www.ngmresources.com.au

20 August 2009

Company Announcements Office
Australian Securities Exchange Limited
Electronic Lodgement System

ELS 08 2010

Dear Sir

Strong interest in \$5.3 million Placement

NGM Resources Limited (ASX: NGM), Perth-based diversified uranium explorer, is pleased to announce it has placed 35.37m shares to a range of existing and new investors to raise \$5.3m before expenses. Proceeds from the issue will be used to advance work on the Company's exciting uranium prospects in Niger.

The share placement was strongly supported by major NGM Shareholder, Paladin Energy Limited, who has increased its shareholding in the Company from 16.7% to 19.9%. Other placees included several institutions and sophisticated investors from Australia and overseas.

The placement will be completed in two stages. NGM will immediately issue 16.8m new shares at \$0.15 each raising \$2.5m before costs pursuant to ASX Listing Rule 7.1. The balance of the placement of 18.57m shares, also issued at 15c each and raising \$2.8m, will be subject to shareholder approval at a general meeting to be held on or about 28 September 2009. The shares will rank equally with all current shares on issue and application for quotation of the shares will be made.

NGM Director and Acting CEO, Robert Kirtlan, said "We are pleased to have completed this raising with strong support from existing and new shareholders.

The funding allows us to progress work programs at NGM's exciting uranium properties in Niger. Our recent programs were first pass in nature and the excellent results underpin our belief the Tim Mersoï basin is potentially the leading global site for new large high grade sandstone based discoveries.

We will be back in the field in September surveying and sampling the Takardeit Mesa outcrops for resource definition and doing preparatory work for drilling out the Takardeit Exploration Target which we anticipate to commence mid October. We are also booking a high definition airborne survey to upgrade our magnetic and radiometric data base and will commence a substantial field program on all prospects."

An Appendix 3B will be lodged upon completion of final acceptances.

Further announcements of work programs will follow as contracts are signed.

ENDS

For personal use only

For further information, please contact:

Robert Kirtlan
Director
Tel: +61 (0) 8 9367 6471

Warrick Hazeldine
Purple Communications
Tel: +61 (0) 8 9485 1254

Visit: www.ngmresources.com.au

About NGM

NGM Resources Limited (ASX:NGM) is a diversified exploration company focusing on uranium and base metals. Headquartered in Perth, the Company has agreements covering uranium exploration projects in Niger, West Africa, and itabirite and mineral sands in Madagascar.

In Niger, West Africa, NGM Resources holds three granted uranium concessions in the highly prospective Tim Mersoï basin, the world's fourth largest producer of uranium. The Tim Mersoï basin hosts high grade large deposits (0.1-0.5% head grade), the majority of which to date are at surface. Niger will become the world's second largest producer following completion of the Imouraren mine, which is under development. Imouraren hosts 330M lbs of uranium at a head grade of 1,100ppm. The Company has conducted its first field and drill programs in the period May – August 2009 and has identified a number of targets and prospects.

Competent Person's Statement

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Peter Rolley, who is a Member of the Australian Institute of Geoscientists and is a consultant to the Company.

Mr Peter Rolley has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

Mr Peter Rolley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.