



NEWS RELEASE

7 October 2009

ASX Code – LIN

LINDIAN TO RAISE \$1.35 MILLION TO FUND INITIAL DRILLING PROGRAMME AT DINGUIRAYE

Lindian Resources Limited (ASX: LIN) (“Lindian” or the “Company”) is pleased to announce that it has resolved to raise \$1.35 million through a private placement of shares to professional and sophisticated investor clients of CPS Securities. Lindian proposes to issue 4.5 million shares at an issue price of 30 cents per share.

The monies raised will be used to fund the ongoing exploration programme at Lindian’s Dinguiraye Platinum / Nickel Project in Guinea, and in particular the planned initial 3,000m RC drill programme scheduled to commence later this month. Based on exploration work completed to date Lindian believes the Dinguiraye project has potential for the discovery of a significant new platinum / nickel sulphide district. The initial drill programme over priority targets will test the stratigraphy of the Dinguiraye Intrusive and the presence of PGE – Ni sulphide mineralisation.

For arranging the placement Lindian will pay CPS Securities a 6% fee and also issue CPS Securities 500,000 options exercisable at 30 cents each and expiring on 31 December 2009. It is anticipated the placement will be finalised by 14 October 2009.

The placement is not subject to shareholder approval and will fall within the Company’s 15% placement capacity under ASX Listing Rule 7.1.

For further information in respect of the Company’s activities, please contact:

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Scientific or technical information in this news release has been prepared under the supervision of Mr Greg Smith, a director of the Company and a member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Smith has sufficient experience which is relevant to the style of mineralisation 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” (the JORC Code). Mr Smith consents to the inclusion in this report of the Information, in the form and context in which it appears.

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