



Redbank Mines Limited

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ASX Code: "RBM" - shares
"RBMO" - options

Redbank Copper Project:

- *Diamond Drilling at Punchbowl (Jan 2007)*



Redbank Copper Project:

- *Diamond Drill Core from Bluff (Jan 2007)*



*e-lodgement
1 page*

26 February 2007

Rights Issue Closes with High Take up Rate

The Company advises that the Rights Issue pursuant to the Prospectus dated 21 December 2006 which closed on 16 February 2007, achieved a high acceptance rate, with approximately 87% of available rights taken up. The shortfall of approximately \$340,000 ("Shortfall Shares") was oversubscribed by a factor of 5 times.

The Company advises that the Shortfall Shares have also been allocated in accordance with the terms of the Prospectus, with preference given to shareholders on the register on the books closing date outlined in the Prospectus. Only existing shareholders of the Company were allocated Shortfall Shares.

All applicants for Shortfall Shares were given a minimum allocation of \$500 worth of shares unless a lower amount of shares was applied for, (at the issue price of 7.2 cents), with the balance of available shares allocated on the basis of the number of Shortfall Shares applied for as a proportion of Shortfall Shares available.

Shares from the Rights issue have now been issued. The Shortfall Shares will be issued and refunds arising from the oversubscriptions to the Shortfall Shares and Placement Shares will be sent to applicants during the course of the next four business days.

**Yours faithfully,
Redbank Mines Limited**

**Susan J Field
Executive Director and Company Secretary**

