

25 November 2010

ASX Release

## **\$8.6 million capital raising for Borborema Gold Project and regional exploration program**

An \$8.6 million placement by Crusader Resources Limited (ASX: CAS) will allow it to maintain the current fast tempo of exploration and evaluation activities at the Borborema Gold project and implement a regional exploration program in Rio Grande do Norte state in north east Brazil. The funds will also facilitate exploration of the Juru-Belem Gold project and other prospects in the Company's portfolio of gold, tin, indium, REE and tungsten projects in Brazil.

Mr Rob Smakman, Crusader's Managing Director, said today *"Importantly, the fund raising means that we are now funded well into the full feasibility stage for the Borborema Gold Project where we have an exploration target of outlining over 1 million ounces of gold over coming months. It will also allow Crusader to re-visit several other projects"*.

The placement of 11.4M shares at \$0.75 per share has been made to institutional and sophisticated investors and will increase the Company's shares on issue to 87,726,040.



Drilling at Borborema will continue into the new year.

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About Crusader

Crusader Resources Limited (ASX: CAS) is a minerals exploration company focussed on the identification, acquisition and development of projects in Brazil and Australia. The company has a diverse portfolio of projects including iron ore, gold, uranium, tungsten and tin. Crusader applies leading edge exploration skills to the discovery of new assets and utilises its strong networks in Brazil, Australia and around the world to identify new opportunities.

Crusader is set to become Australia's latest iron ore production company when production begins at the Posse Iron project (100%). The project is located in the Iron Quadrilateral region of Minas Gerais state, Brazil and is a low capital cost project with no infrastructure bottlenecks and simple logistics. Posse contains an Indicated Mineral Resource of 4.83Mt at 47.39% Fe and an Inferred Mineral Resource of 31.18Mt at 42.89% Fe. (Refer to announcement made 11 May 2009).

Crusader has two gold projects in Brazil, Borborema and Jurú-Belem. The Borborema gold project is the most important gold project in the NE of Brazil with historical production of ~300,000 ounces. In November 2010, Crusader updated the JORC compliant resource estimate at Borborema (at a 0.5g/t cut-off) of 12.16Mt @ 1.67g/t for 653 kozs Indicated and 3.23Mt @ 1.79 g/t for 186 kozs Inferred for a combined Indicated and Inferred resource estimate of 15.39Mt @ 1.70g/t for 839 kozs. Crusader is currently aggressively exploring the Borborema project.

Crusader also has an extensive portfolio of gold, tin, indium, REE and tungsten projects within Brazil.

In Australia, Crusader owns 100% of the Lake Throssell uranium project, a highly prospective project covering more than 2,500 km<sup>2</sup> and located 200km to the north east of Laverton in Western Australia. Exploration is set to begin in early 2011 after successful negotiations were held with the native title holders.

Crusader Resources Ltd has 87,726,040 ordinary shares on issue.