

## **SERABI MINING plc (“Serabi” or “the Company”)**

### **Filing of preliminary prospectus in Canada**

Serabi Mining, the AIM-traded gold exploration company, advises that further to its announcement of 3 December 2010 which stated it was seeking a listing of its shares on a recognized Canadian stock exchange, the Company has now filed a preliminary prospectus (“the Preliminary Prospectus”) with certain of the securities regulators in Canada. The Preliminary Prospectus remains subject to comments by the securities regulators and potential amendment, but will be the basis for a final prospectus that will qualify the distribution of the ordinary shares and ordinary share purchase warrants issuable on the exercise of 10,070,000 previously issued special warrants (the “Special Warrant Offering”) also announced by the Company on 3 December 2010. The preliminary prospectus will also to qualify the distribution of additional securities that the Company has previously advised it may issue at the time that it completes the proposed listing of its shares.

The Special Warrant Offering was completed on a private placement basis on 2 December 2010. Fraser Mackenzie Limited acted as the Canadian placement agent for the Special Warrant Offering. Each whole ordinary share purchase warrant issuable on exercise of the special warrants is exercisable for one ordinary share at a price of \$0.75 at any time prior to 5:00 p.m. (Toronto time) on December 2, 2012. As part of the conditions of the Special Warrant Offering, the Company undertook to obtain a listing of its shares in Canada before 1 April 2011. The Company at this stage expects that it will be in a position to fulfill this condition.

The ordinary shares will continue to be listed and traded in the UK on AIM.

### **EXPLORATION STATUS**

Drilling activity is on-going at Palito and, as previously advised, the Company expects to announce results from each of the nine target drilling areas for each discrete area as soon as its has received and interpreted all results from that area. The Company still hopes that first results will be available before end of the first quarter.

The previously announced 8,000 hectare helicopter borne VTEM survey was flown and completed during January and the Company is waiting for the contractor to review, verify and collate the various data files gathered, before being able to pass this information to the Company’s own geophysical consultant for interpretation and correlation with other geological data that the Company holds.

### **CAUTIONARY STATEMENT**

*In accordance with Canadian practice the Preliminary Prospectus has been filed on the System for Electronic Document Analysis and Retrieval (“SEDAR”) the mandatory document and filing system for Canadian public companies. It should be noted that whilst the Preliminary Prospectus is required to be made publicly available under Canadian securities legislation, under securities regulations in the UK it would not be normal practice for a document in the form of the Preliminary Prospectus to be made publicly available. The Preliminary Prospectus has not become final for the purpose of the sale of any securities and the information contained within the Preliminary Prospectus may not be complete and may have to be amended. No reliance therefore may be placed for any purpose whatsoever on the information contained in the Preliminary Prospectus or on its completeness and neither the Company, its Directors and officers or its professional advisers accept any liability for any information or opinions contained therein. The offering of securities contemplated by the Preliminary Prospectus remains subject to certain conditions including, but not limited to, the receipt of all necessary regulatory approvals.*

*As the Preliminary Prospectus is available on SEDAR, under AIM Rule 26 the Company is required to make available the Preliminary Prospectus on its web-site [www.serabimining.com](http://www.serabimining.com). Any party accessing the Preliminary Prospectus should note the disclaimers contained therein in particular in relation to the use of the Preliminary Prospectus and its distribution to investors in the UK.*

## FORWARD-LOOKING STATEMENTS

*This press release contains forward-looking statements. More particularly, this press release contains statements concerning the offering of securities contemplated by the Preliminary Prospectus, the exercise of the Special Warrants and the listing of the Company's shares in Canada. The forward-looking statements are based on certain key expectations and assumptions made by the Company. Although the Company believes that the expectations and assumptions on which the forward-looking statements are based are reasonable, undue reliance should not be placed on the forward-looking statements because the Company can give no assurance that they will prove to be correct. Since forward-looking statements address future events and conditions, by their very nature they involve inherent risks and uncertainties. Actual results could differ materially from those currently anticipated due to a number of factors and risks. The forward-looking statements contained in this press release are made as of the date hereof and the Company undertakes no obligation to update publicly or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise, unless so required by applicable securities laws.*

### Enquiries:

#### **Serabi Mining plc**

##### **Clive Line**

Finance Director

Tel: 020 7246 6830

Mobile: 07710 151692

Email: [contact@serabimining.com](mailto:contact@serabimining.com)

Website: [www.serabimining.com](http://www.serabimining.com)

#### **Beaumont Cornish Limited**

##### Nominated Adviser

Roland Cornish

Michael Cornish

Tel: 020 7628 3396

Tel: 020 7628 3396

#### **Fraser Mackenzie Limited**

##### Canadian Broker

JC St-Amour

Tel: +1 416 955 4777

#### **Hybridan LLP**

##### UK Broker

Claire Noyce

Tel: 020 7947 4350

#### **Farm Street Communications**

##### Public Relations

Simon Robinson

07593 340107

Copies of this release are available from the company's website [www.serabimining.com](http://www.serabimining.com).