

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

FILING OF FINAL PROSPECTUS
PROPOSED C\$4.95 MILLION FINANCING AND CHANGES TO THE BOARD

Serabi Mining plc the AIM-traded gold exploration company, is pleased to announce that, further to its announcement on 11 February 2011 that it had filed a preliminary prospectus with the securities regulators in Canada, the Company has today filed with the relevant Canadian securities authorities a final prospectus (the “**Prospectus**”) ahead of the proposed listing of its shares on the Toronto Stock Exchange (“**TSX**”) subject to fulfillment of the remaining listing conditions of the TSX. The Ordinary Shares will continue to be admitted to trading on AIM.

A copy of the Prospectus has been posted on SEDAR at www.sedar.com and is also available to be viewed on the Company’s website at www.serabimining.com.

Concurrent with the proposed listing of its ordinary shares (the “**Shares**”) on the Toronto Stock Exchange (the “**TSX**”), the Company is also planning to issue up to 9 million units to raise gross proceeds of up to C\$4.95 million (equivalent to approximately £3.10 million).

The Company has engaged Fraser Mackenzie Limited as its broker in Canada, who, on a reasonable best efforts basis, will be offering the units (the “**Offering**”). Each unit (a “**Unit**”) will be comprised of one new Share and one half of a share purchase warrant entitling the holder of each whole share purchase warrant (an “**Offering Warrant**”) to subscribe for one new Share at a price of \$0.75 at any time from the closing date of the Offering until 2 December 2012. Each Unit has been priced at 55 cents (equivalent as of 23 March 2011 to 34.40 pence). The TSX has given conditional approval for the Shares to be admitted to trading on the TSX, subject to completion of the Offering and it is currently anticipated that the Offering will close on or about 30 March 2011 (the “**Closing**”). It is intended that the proceeds of the Offering will be used to further the Company’s current exploration programmes and for general working capital purposes.

Eldorado Gold Corporation (“**Eldorado**”) and Greenwood Investments Limited (“**Greenwood**”), who respectively are interested in 26.7% and 20.0% of the issued Shares of the Company, have both indicated that they will be participating in the Offering. As both Eldorado and Greenwood are each interested in more than 10 per cent of the Company’s issued share capital, and as the Offering is not being made on a pre-emptive basis, any participation by Eldorado or Greenwood would be a related party transaction for the purposes of the AIM Rules. A further announcement will be made in due course in accordance with the AIM Rules should Eldorado or Greenwood participate as indicated in the Offering.

The Prospectus will also qualify (for the purposes of Canadian regulations) the distribution of 10,070,000 units (“**SW Units**”) of the Company, each SW Unit being comprised of one Share and one-half of one share purchase warrant (each whole share purchase warrant a “**SW Warrant**”), issuable for no additional consideration on the exercise or deemed exercise of

10,070,000 special warrants that were issued by the Company on 2 December 2010 (“Special Warrants”). The Shares that will be issued on exercise will therefore be freely tradeable. Upon Closing, these special warrants will be automatically exercised on behalf of the holders into 10,070,000 new Shares and 5,035,000 share purchase warrants entitling the holder of each whole share purchase warrant to subscribe for one new Share at a price of 75 cents at any time from the closing date of the Offering until 2 December 2012 (the “**SW Warrants**”).

The new Shares to be issued pursuant to the Offering and the new Shares to be issued pursuant to the exercise of the Special Warrants will rank *pari passu* in all respects with the existing Shares including the right to receive all dividends and other distributions declared, made or paid after the date of their issue and application will be made for the new Ordinary Shares to be admitted to trading on AIM. Assuming that the Offering is fully subscribed and following the exercise of the Special Warrants, there will be 63,968,529 Shares in issue.

The Company will also be applying to list all of the 4,500,000 Offering Warrants and the 5,035,000 SW Warrants on the TSX.

The Company is also proposing that immediately following the Closing that three new non-executive Directors will be appointed to its board of directors (the “**Board**”), being Mr. T. Sean Harvey, Mr. Melvyn Williams and Dr. Doug Jones. The Company also announces that Mr. William Clough, the founder of the Company has stepped down from the Board with immediate effect. The Board expresses its gratitude to Mr. Clough who was Chief Executive of the Company since its formation until September 2007, for his dedicated service to Serabi. Mr Clough will continue to make himself available to the Company and provide assistance in a technical and business development capacity.

Terence Sean Harvey, 51, has over 20 years experience in the mining sector and has held senior executive and board positions with various mining companies. Mr. Harvey was President and CEO of Orvana Minerals Corp. from 2005 to 2006. Previously, he was President and CEO of TVX Gold at the time of its sale to Kinross Gold in 2003 and, subsequent to that, was President and CEO of Atlantico Gold, a private company involved in the development of the Amapari Project in Brazil that was sold to Wheaton River Minerals Ltd. (presently Goldcorp Ltd). Mr. Harvey also currently sits on several other mining company boards, including Allied Gold Limited, an ASX, TSX and AIM listed gold exploration and production company.

Douglas (Doug) Alan Jones, 56, is a geologist with 34 years of international exploration, exploration management and consulting experience in the mining industry. Between 2003 and 2007 Dr. Jones served as Vice President Exploration (non-board) for Golden Star Resources, responsible for world wide exploration. Before that he was Chief Geologist, New Business South America at Delta Gold Limited. Dr Jones is currently the Managing Director of ASX and TSX listed Chalice Gold Mines Limited and a non-executive director of ASX listed Liontown Resources Limited. He is also a non-executive director of TSX and AIM listed Minera IRL Limited, a Latin American precious metals mining, development and exploration company and a former director of TSX, AIM and ASX listed company Moto Goldmines Limited.

Melvyn (Mel) Williams, 62, is the Chief Financial Officer (non-board) and Senior Vice President of Finance and Corporate Development of Brigus Gold, a TSX listed mid-tier gold producer with projects in Ontario, Saskatchewan, Mexico and the Dominican Republic. From 2000 to 2003, Mr Williams served as Chief Financial Officer of TVX Gold, which merged with Kinross Gold in 2003. Mr. Williams has over 30 years of financial experience and currently serves as an independent director of Andina Minerals, a TSX listed Chilean gold exploration company.

The directorships held by Mr Harvey, Dr Jones and Mr Williams in the previous five years are as follows:

Proposed Director:	Current:	Former:
Terence <u>Sean</u> Harvey	Allied Gold Limited Andina Holdings Inc Andina Minerals Inc Perseus Mining Limited Sarama Resources Victoria Gold Corp.	Australian Solomons Gold Manicouagan Minerals Inc. Moto Goldmines Ltd Nord Resources Corporation Orvana Minerals Corp. Polaris Geothermal Inc.
Douglas (<u>Doug</u>) Alan Jones	Minera IRL Limited Chalice Gold Mines Limited Chalice Gold Mines (Eritrea) Pty Ltd Chalice Operations Pty Ltd Keren Mining Pty Ltd Sub Sahara Resources (Eritrea) Pty Ltd Universal Gold Pty Ltd Western Rift Pty Ltd Liontown Resources Limited	Bogoso Holdings Caystar Holdings Caystar Management Holdings Golden Star Exploration Holdings Golden Star Resources (Ghana) Limited Moto Goldmines Limited Moto Goldmines Australia PTY Ltd Wasford Holdings
Melvyn (<u>Mel</u>) Williams	Andina Minerals Inc. Nickel Mountain Resources AB	-

Mr Harvey currently holds 100,000 special warrants of Serabi. Neither, Dr. Jones or Mr. Williams has any interests in the share capital of Serabi. There is no further information on Mr. Harvey, Dr. Jones or Mr. Williams required to be disclosed under Schedule Two, paragraph (g) (i)-(viii) of the AIM Rules for Companies.

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Copies of this release are available from the Company's website at www.serabimining.com.

Forward-looking statements

This press release includes certain forward-looking statements. All statements, other than statements of historical fact, included herein, including without limitation, statements regarding the future plans and objectives of Serabi, are forward-looking statements that involve various known and unknown risks and uncertainties as well as other factors. Such forward-looking statements are subject to a number of risks and uncertainties that may cause actual results or events to differ materially from current expectations, including delays in obtaining or failure to obtain required regulatory approvals. There can be no assurance that such statements will prove to be accurate and actual results and future events could differ materially from those anticipated in such statements. Any forward-looking statements speak only as of the date hereof and, except as may be required by applicable law, Serabi disclaim any obligation to update or modify such forward-looking statements, either as a result of new information, future events or for any other reason.

Qualified Persons Statement

The information contained within this announcement has been reviewed and verified by Michael Hodgson as required by the AIM Guidance Note on Mining, Oil and Gas Companies dated March 2006. Michael Hodgson is an Economic Geologist by training with 20 years experience in the mining industry. He holds a BSc (Hons) Geology, University of London, a MSc Mining Geology, University of Leicester and is a Fellow of the Institute of Materials, Minerals and Mining and a Chartered Engineer of the Engineering Council of UK