

NORTHERN STAR COMPLETES \$100M EQUITY RAISING AMID STRONG SUPPORT FOR EAST KUNDANA DEAL

KEY POINTS

- ▶ Northern Star has raised \$100m in a share placement at \$0.86 to institutional investors sole managed by RBC Capital Markets
- ▶ Many of the Company's leading Shareholders have either maintained or increased their stakes
- ▶ Demand for the placement was substantially in excess of \$100m amid strong support for the acquisition of 51% stake in the East Kundana JV and 100% of the Kanowna Belle Gold Mine
- ▶ Northern Star to offer all existing Shareholders the opportunity to participate in the equity raising via a \$15m SPP
- ▶ Transaction will lift Northern Star's production to +350,000ozpa in 2014, making it the fifth-largest ASX-listed gold miner
- ▶ Average targeted all-in sustaining costs of less than \$1,050/oz

ASX ANNOUNCEMENT 24 January 2014

Australian Securities Exchange Code: NST

Board of Directors

Mr Chris Rowe
Non-Executive Chairman

Mr Bill Beament
Managing Director

Mr Peter O'Connor
Non-Executive Director

Mr John Fitzgerald
Non-Executive Director

Ms Liza Carpeno
Company Secretary

Issued Capital

Shares 428M

Options 5M

Current Share Price \$0.99

Market Capitalisation
\$424 million

Cash/Bullion and Investments
31 Dec13 - \$54.3 million

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Northern Star Resources Limited (ASX: NST) is pleased to advise that it has raised \$100 million in a share placement as part of its strategy to fund the acquisition of the East Kundana Joint Venture in WA.

The demand for the placement was substantially in excess of \$100 million, reflecting the strong support Northern Star has received for the acquisition from major investors.

The placement was completed at \$0.86 per share, representing a 9.7% discount to the stock's 10-day VWAP of \$0.95.

As a result of the strong domestic and global investor demand, the trading halt on Northern Star shares will be lifted this morning, as opposed to the original plan of Tuesday, 28 January 2014.

A Share Purchase Plan will also be offered at \$0.86, giving all existing Shareholders the opportunity to participate at the same price as the placement.

Northern Star Managing Director Bill Beament said it was particularly pleasing that many of the Company's leading Shareholders had either maintained or increased their stakes as a result of the placement.

"These major institutions recognised the quality of the East Kundana asset and the role it will play in growing Northern Star's profitability," Mr Beament said.

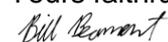
"They were particularly attracted to the fact that East Kundana JV shares many key similarities to our Paulsens and Plutonic operations, including high-grades, high margins and outstanding exploration potential."

The raising will be done in two tranches, with the second tranche subject to Shareholder approval.

The proceeds of the raising will be used to help fund the East Kundana JV and Kanowna Belle acquisitions as well as provide working capital (see ASX release dated 23 January 2014).

The acquisition will also be funded from existing cash reserves and a new \$50 million debt facility.

Yours faithfully



BILL BEAMENT
Managing Director
Northern Star Resources Limited