



09 July 2009

ASX ANNOUNCEMENT

NON-RENOUNCEABLE ENTITLEMENT ISSUE OPENS

Australian Mines Limited (ASX: AUZ) (**Company**) advises that its non-renounceable entitlement issue (**Entitlement Issue**) announced 24 June 2009 is now open.

The Prospectus relating to the Entitlement Issue has been mailed to shareholders.

The purpose of the Entitlement Issue is to raise approximately \$3,197,645 (before expenses) and the funds raised will be used to repay creditors and to fund exploration on the Company's gold prospective Blair tenements. The Entitlement Issue is conditionally underwritten by Patersons Securities Limited.

The Company has also received firm commitments for a placement of 2,416,500,000 Shares at an issue price of 0.1 cent per Share together with 1 free attaching Option for every 20 Shares to be allotted and issued, to sophisticated investor clients of Patersons to raise \$2,416,500 (**Placement**).

Both the Entitlement Issue and Placement are subject to shareholder approval to be voted on at a general meeting of the Company to be held on 24 July 2009.

Full details of the Entitlement Issue are contained in the Prospectus. Shareholders eligible to participate should read the Prospectus carefully.

Entitlement Issue opening and closing dates are as follows: -

Prospectus sent to Shareholders	7 July 2009
Entitlement Issue Closing Date	31 July 2009

For further information contact:

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