

01 May 2007

Company Announcements Office
Australian Securities Exchange
Level 4
25 Bridge Street
SYDNEY NSW 2000

Dear Sir / Madam

A\$2 MILLION PLACEMENT – CONVERTIBLE NOTES TO UK SPECIALIST URANIUM FUND

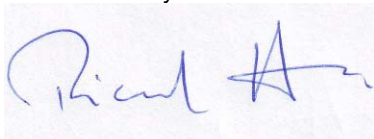
The company is pleased to advise it has entered into a placement agreement with Geiger Counter Limited, a UK managed specialist uranium fund for the issue of A\$2m unlisted convertible notes (4,000,000 notes) at an issue price of A\$0.50 per note.

Each note will convert into one ordinary Eleckra Mines Limited share. The notes have a coupon of 10% per annum and have a three month term. The notes are convertible at the election of the note holder or the company. If the notes have not been converted by the note holder or the company, the note will automatically convert on expiry of the term.

The placement agreement is subject to completion of formal documentation.

Proceeds from the placement will be used to fund the company's gold and uranium exploration activities and provide working capital.

Yours sincerely



RICHARD HARRIS
Managing Director