



PEGASUS METALS LIMITED

ASX/MEDIA RELEASE

1 February 2010

COMPLETION OF PLACEMENT

Pegasus Metals Limited (ASX: PUN) is pleased to announce it has allotted the shares and options to InvestMet limited and its nominees as approved at the Annual General Meeting held on 17 December 2009.

The placement comprises 22,200,000 fully paid ordinary shares issued at \$0.05 each, 22,200,000 options to subscribe for fully paid ordinary shares in the Company at \$0.10 each by 31 March 2011, and 3,200,000 options to subscribe for fully paid ordinary shares in the Company exercisable at \$0.15 within 3 years of issue.

The subscription funds of \$1,100,000 will recapitalise the Company allowing it to continue to pursue its objective to become an advanced exploration and/or producing mining company, with particular focus on exploration activities at the recently acquired McLarty Range Copper Project.

Pegasus Metals Limited is a metals explorer, based in Western Australia.

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