

ASX/ Media Announcement  
11 August 2010



## RIGHTS ISSUE CLOSES OVERSUBSCRIBED

Clancy Exploration is pleased to advise that the Rights Issue announced on 8 July 2010 has closed oversubscribed. All shares offered under the rights issue were taken up by existing shareholders or rights holders, with a significant number of shareholders applying for additional shares. The issue raised approximately \$2.2 million before costs. There was no shortfall to the issue.

The net proceeds from the rights issue will enable the Company to fund drilling programmes on its 100% owned projects in New South Wales, particularly at the Orange East project where a diamond drilling program is currently underway.

The holding statements for the new securities will be dispatched shortly.

Clancy's Managing Director, Mr Mark Stewart, said that the full subscription of the rights issue was an excellent result for Clancy and a strong sign of support for the Company's exploration goals.

"I would like to thank all the shareholders who took up their entitlement under the rights issue and those that purchased additional rights to subscribe for shares," said Mr Stewart.

"The funds raised place us in an excellent position to continue our strong track record of active exploration across our projects, with a highly promising program currently underway."

"Clancy Exploration has a clear commitment to a robust exploration program, through our 100% owned projects and extensive joint venture programs. With the support of shareholders, we will continue to deliver on this commitment and provide shareholders with substantial exposure to potential exploration success," said Mr Stewart.

-ENDS-

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## About Clancy Exploration

Clancy Exploration (ASX: CLY) is an Australian-focused copper, gold and base metals explorer. The Company's portfolio has been built up over a number of years and consists of highly prospective copper-gold projects in the Lachlan Fold Belt of NSW, base metal projects in the Mount Read Volcanic Belt of Tasmania, Nadbuck near Broken Hill and Yalgoo adjacent to the Golden Grove mine in Western Australia.

Details of Clancy's projects can be found at the website - [www.clancyexploration.com](http://www.clancyexploration.com)

The Company's objective is to advance its properties to a stage of commercial development by applying faster, less expensive and more reliable analytical methods to resource exploration.

Clancy has seven joint venture option projects with Gold Fields Australasia Pty Ltd in the Lachlan Fold belt. Exploration is advanced through a mix of joint venture projects now managed by Gold Fields and 100% owned projects managed by Clancy. This mix of Joint Venture and Clancy project funding allows a high level of exploration activity to be maintained, whilst prudently managing Clancy's financial resources.

Clancy's competitive advantages also include having one of the largest ground positions of any explorer in the prospective Macquarie Arc (~2800km<sup>2</sup>), and the innovative use of digital geological and geophysical data in probability based targeting.

*The information in this document that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Gordon Barnes who is a Member of the Australian Institute of Geoscientists. Mr Barnes is a full-time employee of Clancy Exploration Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Gordon Barnes consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

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