

CLANCY TO RAISE UP TO \$2.56 MILLION FROM A PLACEMENT AND SHARE PURCHASE PLAN

Capital Raising

Clancy Exploration Limited (ASX: CLY) is pleased to announce that it has received firm commitments in relation to a placement of 4.3 million shares at an issue price of 13 cents to raise approximately \$559,000.00 (before costs). The capital raising was managed by Minc Stockbroking. The placement falls within Clancy's 15% capacity under LR 7.1. Clancy will also undertake a share purchase plan at the same price to raise up to \$2 million by the issue of up to 15.4 million new shares to shareholders.

A total of up to \$2.559 million is to be raised by the placement and Share Purchase Plan. The funds will be applied to accelerate exploration activities in NSW, particularly at the 100% owned Orange East and Trundle projects.

An appendix 3b in relation to the issues and the Share Purchase Plan documentation follows. The record date for the share purchase plan will be 3rd December 2009.

Kiska Metals

Clancy's original parent company and largest shareholder, Geoinformatics Exploration Inc (holding 42%), recently merged with another Canadian exploration entity to form Kiska Metals Corporation. Kiska is focused on the exploration of the multi-million ounce Whistler gold-copper deposit, numerous exciting early stage exploration opportunities around the world, and partnerships with some of the world's largest and most successful gold and copper producers. Kiska has recently raised C\$5 million to finance its exploration activities. As an organisation, Kiska shares a similar exploration philosophy with Clancy.

Following the Kiska merger, the two Clancy directors appointed to represent Geoinformatics' interests and who are also affiliated with Kiska's largest shareholder (Geologic Partners, which has a further 7% holding in Clancy), Mr John Kanellitsas and Ms Rosalie Moore, chose to step down from the Clancy Board to avoid conflicts of interest.

Since the resignations, Clancy has discussed the appointment of a suitable replacement director but Kiska has confirmed that it is happy with the current arrangements and is not seeking to appoint further directors to the Clancy Board.

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Please direct enquiries to:

Mark Stewart
Managing Director
Tel: +61 8 9481 8241
Email: info@clancyexploration.com
Web: www.clancyexploration.com

Shane Murphy
FD Third Person
Tel: +61 8 9386 1233
Mob: +61 (0)420 945 291