



ASX ANNOUNCEMENT

11 DECEMBER 2009

PLACEMENT OF OPTIONS COMPLETED

Arc Exploration Limited (ASX Code: "ARX") is pleased to announce the completion of a placement of 11,232,139 ARXOA Options following the approval of shareholders at today's General Meeting.

On 7 October 2009 the Company announced that it had completed a placement of 22,464,276 fully paid ordinary shares in the Company at 1.8 cents per share, with one option attached for each two shares applied for. The options, being exercisable at 3.6 cents at any time until 31 January 2011, were to be issued subject to shareholder approval.

Following shareholder approval at today's General Meeting, the Company has today allotted 11,232,139 ARXOA Options to the participants of the October share placement.

The placement of options was made to investors pursuant to Section 708 of the Corporations Act 2001. All of the options issued under the placement will rank pari passu with existing ARXOA options.

In accordance with Section 708A (5)(e) of the Act, the Company gives notice that:

- The Company has issued these options without disclosure to the places under Part 6D.2 of the Act;
- As at the date of this notice, the Company has complied with:
 - the provisions of Chapter 2M of the Act as they apply to the Company;
 - Section 674 of the Act

As at the date of this notice there is no excluded information (as defined in Section 708A (7) of the Act) which is required to be disclosed by the Company.

For further information please contact:

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ABOUT ARC EXPLORATION LIMITED

Arc Exploration Limited (**ASX Code: ARX**) is an Australian listed gold company focused on exploration in Indonesia.

ARX aims to generate value through the discovery of high-grade gold, silver and associated base metal deposits within Indonesia's highly prospective magmatic arcs.

The company has a 95% joint venture interest with PT Sumber Mineral Nusantara in the Trenggalek tenement located in East Java prospective for low sulphidation epithermal gold-silver deposits and also holds a 95% interest in the Bima tenement located in East Sumbawa of West Nusa Tenggara Province.

In addition, in association with Anglo American Group, the company is also exploring for large porphyry copper-gold deposits in Papua.

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