



ASX ANNOUNCEMENT

24 NOVEMBER 2009

RIGHTS ISSUE RAISES \$1.7M

Arc Exploration Limited (ASX Code: "ARX") is pleased to announce that the Company's Rights Issue has been well supported by shareholders raising \$1.7M.

The Rights Issue was structured as a non-renounceable pro-rata entitlement offer to acquire one new share for every existing share (1 for 1) held in the Company at an issue price of 1.8 cents per share.

Shareholders who subscribed for new shares will also be issued one option for every 2 new shares subscribed for. The options are exercisable at 3.6 cents per share at any time until 31 January 2011.

The Company will today allot 96,176,665 new shares (with attaching options) to shareholders who participated in the Rights Issue.

It is envisaged that the remaining shortfall of 76,049,322 new shares (with attaching options) will be placed by the Directors within the next month, and in any event within 3 months of the Rights Issue closing date in accordance with the terms of the Rights Issue as set out in the Company's Prospectus dated 13 October 2009.

Shareholders were offered the opportunity to participate in any shortfall by applying for additional shares. As set out in the Prospectus, this facility was capped at 25 million new shares. This facility was substantially oversubscribed and accordingly the Directors have scaled back some applications for additional shares and refunds will be made to shareholders where appropriate as soon as practicable.

Following today's allotment of shares the Company has 268,402,652 fully paid ordinary shares on issue.

For further information please contact:

Andrew J. Cooke
Company Secretary

Tel: + 61 2 9419 8044

Email: andrewcooke@arx.net.au

Or visit the website:

www.arcexploration.com.au

Arc Exploration Limited
ABN 48 002 678 640
www.arcexploration.com.au

Sydney
Suite 1502, Level 15
Keycorp Tower B
799 Pacific Highway
Chatswood NSW 2067
Australia

T + 61 2 9419 8044
F + 61 2 9419 8099
E info@arx.net.au

Jakarta
Perkantoran CBD/BIDEX
Blok F No. 5
Jl. Pahlawan Seribu, BSD City
Tangerang 15321
Indonesia

T + 62 21 5316 0118
F + 62 21 5316 0119

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 exploration and the discovery of high-grade gold, silver and associated base metal deposits within Indonesia's highly prospective magmatic arcs and associated terranes. ARX plans to build a pipeline of exploration projects to be farmed out to established mining companies once ARX has created value through exploration and resource definition.

The Company has a 95% joint venture interest with PT Sumber Mineral Nusantara in the Trenggalek tenement located in East Java and a 95% interest in the Bima tenement located in East Sumbawa of West Nusa Tenggara Province.

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