
Press Release 25 March 2010

CONTEMPLATED PRIVATE PLACEMENT IN DANNEMORA MINERAL

Dannemora Mineral AB has engaged First Securities AS to advise on and effect a potential private placement in the amount of SEK 120 to 165 million before issue expenses directed towards Norwegian investors and to international institutional investors.

The contemplated Private Placement will consist of new class B shares, each with a nominal value of SEK 0.16. The subscription price in the Private Placement will be set through an accelerated bookbuilding process at or close to the closing price of the Dannemora share on the First North in Stockholm. Minimum subscription is EUR 50.000.

The purpose of the Private Placement is to advance certain time critical investments in ramp decline and exploration and thereby support the Company's growth, and will be used for general corporate purposes.

The book-building period will commence today (25 March 2010) at 17:30 CET and close on 26 March 2010 at 08.30 CET. The Company may, however, at any time resolve to close or extend the bookbuilding period, but in no event earlier than 25 March 2010 at 18:30 CET.

The subscribers in the private placement will be delivered newly issued class B shares in the company registered in the Norwegian share registry VPS. The Company will apply for a listing of the new shares on Oslo Axess after the Private Placement, and the Manager will apply to register the new shares at the OTC market in Norway until Oslo Axess listing is achieved

The private placement is subject to the approval by the board of directors of Dannemora. The new shares will be issued pursuant to the authorisation provided to the board of directors at the extraordinary general meeting on 17 March 2010.

For further information, please contact:

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Dannemora Mineral AB is a mining and exploration company. The Company's primary goal is to recommence mining operations in the Dannemora iron ore mine. The Company also engages in exploration activities to increase the iron ore base locally and regionally, and to explore base and precious metals in several areas in Uppland where the potential for finding mineable deposits is considered good.

Dannemora Mineral comprises the parent company Dannemora Mineral AB and the wholly-owned subsidiaries Dannemora Magnetit AB, responsible for operation of the Dannemora mine, Dannemora Prospektering AB, responsible for all exploration, and Dannemora Förvaltnings AB, responsible for the property portfolio.

The Company's most important asset is the iron ore deposit at Dannemora, and activities will initially focus mainly on the planned mining of this deposit.

The Company's Certified Advisor on First North is E. Öhman J:or Fondkommission AB.