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DANNEMORA MINERAL CONTEMPLATES A BOND ISSUE

Dannemora Mineral is contemplating a senior secured bond issue of up to USD 120 million with 5 year maturity. The purpose of the bonds is firstly to complete the financing of the Dannemora Mine iron ore project and secondly for general corporate purposes.

The company is willing to undertake that final release of proceeds from the contemplated bond issue is subject to a Dannemora Mineral equity issue of minimum SEK 100 million. Such issue to be completed within 12 weeks from settlement of the bond issue.

"We are considering this form of financing, as it provides us with a fast solution and considerably more freedom during the investment period," comments the Company's CEO, Staffan Bennerdt.

First Securities AS is sole arranger of the contemplated bond issue. Endeavour Financial International Corporation has acted as financial adviser to Dannemora Mineral.

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Dannemora Mineral AB is a mining and exploration company which has as its primary goal the resumption of opening 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 for 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 and the Group's exploration activities) 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 on the planned mining of this deposit.

The Company's Certified Adviser on First North is Remium AB.