25 February 2011

ASX ANNOUNCEMENT

OROCOBRE LIMITED COMPLETES $22 MILLION “BOUGHT DEAL” FINANCING IN CANADA AND $15 MILLION PRIVATE PLACEMENT IN AUSTRALIA

The Directors of Orocobre Ltd (ASX:ORE, TSX:ORL) are pleased to announce it has completed its previously announced offering of 6,959,000 ordinary shares (which includes the exercise of the over-allotment option in respect of 709,000 ordinary shares), on a bought deal basis, at a purchase price of C$3.20 per share, for aggregate gross proceeds of approximately C$22 million. Cormark Securities Inc. and Dundee Securities Limited were the co-lead underwriters in a syndicate that included Canaccord Genuity Corp., CIBC World Markets Inc. and Byron Capital Markets Ltd.

Orocobre has also completed its previously announced placement to Australian institutional and sophisticated investors that subscribed for 4,673,000 ordinary shares at a purchase price of A$3.21 per share, for aggregate gross proceeds of approximately A$15 million. The Australian placement was lead managed by Patersons Securities Limited. The ordinary shares issued pursuant to the Australian placement were allotted on February 11, 2011.

The aggregate net proceeds of the Canadian offering and Australian placement will be used for detailed engineering design work, operation of the pilot plant and other project activities, production bore drilling and procurement of long lead items in relation to the construction of the Salar de Olaroz Project during the JV negotiation period with Toyota Tsusho, for the completion of property purchase contracts at the Olaroz Project, and for working capital and general corporate purposes.

The Canadian shares were offered by way of a short form prospectus filed in all of the provinces of Canada (other than the Province of Quebec) pursuant to National Instrument 44-101 Short Form Prospectus Distributions and in the United States on a private placement basis pursuant to an exemption from the registration requirements of the United States Securities Act of 1933, as amended.

Paul Crawford
Company Secretary
For more information please contact:

**Australia and Asia**

Richard Seville  
Managing Director  
Orocobre Limited  
T: +61 7 3871 3985  
M: +61 419 916 338

Gemma Young  
FD Third Person  
T: +61 8 9386 1233  
M: +61 412 349 345  
E: gemma.young@fdthirdperson.com.au

**North America**

James D. Calaway  
Chairman  
Orocobre Limited  
T: +1 (713) 366-0301  
M: +1 (713)-818-1457

Jessica Wagner  
FD  
T: +1 (312) 861 4707  
M: +1 (646) 258 7439  
E: Jessica.wagner@fd.com

**About Orocobre Limited**

Orocobre Limited is listed on the Australian Securities Exchange (ASX:ORE) and Toronto Stock Exchange (TSX:ORL) and is the leading lithium-potash developer in the lithium and potassium rich Puna region of Argentina.