

CARAT EXPLORATION INC.
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NEWS RELEASE

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CARAT EXPLORATION INC. ANNOUNCES PRIVATE PLACEMENT

Vancouver, B.C. – CARAT EXPLORATION INC. (“Carat” or the “Company”)

Carat announces that the Company has arranged, subject to regulatory approval, a non-brokered private placement of up to 2,200,000 common shares of the Company at a price of \$0.30 per share for gross proceeds of \$660,000. Finder’s fees may be payable in connection with certain subscribers to this placement.

The financing is subject to TSX Venture Exchange acceptance.

The proceeds of the private placement will be used to fund the advancement of the Company’s projects and for general working capital.

This news release does not constitute an offer to sell or a solicitation of an offer to buy any of the securities in the United States. The securities have not been and will not be registered under the United States Securities Act of 1933, as amended (the “US Securities Act”), or any state securities laws and may not be offered or sold within the United States or to U.S. Persons unless registered under the U.S. Securities Act and applicable state securities laws or an exemption from such registration is available.

On behalf of The Board of Directors of Carat Exploration Inc.

“Ioannis (Yannis) Tsitos”
President, CEO & Director

This document contains certain forward looking statements which involve known and unknown risks, delays, and uncertainties not under the corporations control which may cause actual results, performance or achievements of the corporation’s to be materially different from the results, performance or expectation implied by these forward looking statements.

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.