

24 May 2019

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MINCOR ANNOUNCES A \$23M CAPITAL RAISING TO ACCELERATE KAMBALDA NICKEL RESTART STRATEGY

Funds raised to underpin ongoing resource drilling aimed at building mining inventory, feasibility studies for an integrated mine plan and regional exploration

- **\$18m raised through strongly supported share placement to professional and sophisticated investors (Placement)**
- **Independence Group NL contributed \$1.5m in the Placement and will hold 4.2% of Mincor**
- **Placement completed at a price of \$0.40 per share, representing a discount of 7.6% to the 5 trading day VWAP**
- **Share Purchase Plan (SPP) targeting to raise up to \$5m to be offered to eligible shareholders on the same terms as the Placement**

Mincor Resources NL (ASX: MCR, “Mincor” or “the Company”) is pleased to announce a capital raising of up to \$23 million (before costs) to fast-track its plans to restart high-grade nickel sulphide mining in the Kambalda District of Western Australia.

This important capital raising follows the recently announced binding agreement to purchase the Long Nickel Operations from Independence Group NL, the offtake term sheet with BHP Nickel West, recent drilling success and Mineral Resource upgrade at the Cassini, and a significant level of investor interest in the Company’s potential to re-join the ranks of Australia’s nickel sulphide miners in the near term.

The capital raising comprises an \$18 million Placement to institutional and professional and sophisticated investors at a price of \$0.40 per share and an SPP to raise up to an additional \$5 million, on the same terms as the Placement.

Commenting on the equity raising, Mincor’s Managing Director, David Southam, said:

“The success of the Placement and the high level of interest received from institutional investors shows that our nickel restart plans are now rapidly gaining momentum following the binding agreement to acquire Long, completion of the offtake term sheet with BHP Nickel West and the recent Cassini Mineral Resource upgrade.

“We are pleased to welcome a number of new institutional shareholders to our register as part of the Placement and also acknowledge the support received from existing sophisticated investors, which ensured that demand for the raising was strong. We also recognise leading Australian nickel producer, Independence Group, as a shareholder with their \$1.5 million contribution to the Placement.

“We have articulated a pathway to production which is clearly aimed at positioning Mincor as a participant in the fast-growing battery metals sector through Class-1 nickel production in one of the world’s great nickel sulphide provinces. It was particularly pleasing to note BHP’s recent announcement regarding its commitment to Nickel West and the nickel sulphide market. This is an endorsement of our strategy of engaging with Nickel West.

“Our focus now turns to a number of critical elements in the nickel restart plan, including building our mining inventory with further resource extension drilling at the Cassini, Long and Ken prospects, and delivery of Feasibility Studies for an integrated mine plan. We will also allocate funds to testing an early-stage Cassini look-alike target at Juno 4, and consider any early pre-production capital expenditure opportunities to prepare us for operational readiness.”

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Share Placement

The Company has received binding commitments for an \$18 million Placement (before costs) which will be settled through the proposed issue of 45,000,000 fully paid ordinary shares (**Shares**) at an issue price of \$0.40 per Share. The Placement, which was extremely well supported, was undertaken utilising the Company's existing ASX Listing Rule 7.1 and 7.1A placement capacity. 22,970,960 Shares will be issued pursuant to ASX Listing Rule 7.1 and 22,029,040 Shares will be issued pursuant to ASX Listing Rule 7.1A (**Placement Shares**).

The issue price represents a 11.1% discount to the closing price on 22 May 2019 and a discount of 7.6% to the volume weighted average market price (**VWAP**) of Shares over the last five trading days.

Petra Capital and Euroz Securities Limited acted as Joint Lead Managers to the Placement and Bell Potter acted as Co-Manager.

The Company expects to issue the Placement Shares on or around 3 June 2019.

Share Purchase Plan

The Company is targeting to raise up to \$5 million (before costs) via an SPP. The SPP will allow all eligible shareholders to subscribe for new Shares at the issue price of \$0.40 per Share. The Directors intend to cap the SPP at \$5 million however, if total SPP applications received are in excess of \$5 million, the Directors reserve the right to accept oversubscriptions or to scale back applications in their absolute discretion.

Participation in the SPP is entirely optional. Shareholders whose registered address is in Australia and New Zealand as at 5.00pm (WST) on the Record Date of 23 May 2019 ("**Eligible Shareholders**") will be offered the opportunity to subscribe under the SPP for up to \$15,000 worth of Shares (subject to any scale back at the Company's absolute discretion) at an issue price of \$0.40 per Share. The issue price is free of brokerage and commission.

It is proposed that the following timetable will apply with respect to the SPP:

Record Date (5:00pm WST)	23 May 2019
Announcement Date of SPP	24 May 2019
Despatch of SPP Offer and Application Form	30 May 2019
Opening Date of SPP	30 May 2019
Closing Date of SPP (5:00pm WST)	27 June 2019
Issue of Shares under SPP	4 July 2019
Quotation of Shares under SPP	5 July 2019

The timetable is indicative only. The Company reserves the right to change the timetable or cancel the SPP at any time before the new Shares are issued, subject to regulatory requirements. **The Company encourages shareholders who wish to participate to act promptly in submitting their application forms.** The Company reserves the right to close the SPP early, in its sole and absolute discretion, should it be considered necessary to do so, by making an announcement to the ASX.

Use of Funds

Funds raised pursuant to the Placement and SPP will be used for exploration and drilling activities, including at Cassini, Long, Ken and Juno 4, feasibility studies for an integrated mine re-start, operational readiness activities and potential pre-production capital expenditure, general corporate and working capital purposes and to meet the costs associated with the acquisition of Long, the Placement and SPP.

A presentation outlining the acquisition of the Long operation and the capital raising will be released on the ASX platform shortly.

- ENDS -

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Summary Information

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