



ANGLO AUSTRALIAN RESOURCES NL

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ASX/ NEWS RELEASE

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SUCCESSFUL \$11M PLACEMENT TO ACCELERATE EXPLORATION AT THE MANDILLA GOLD PROJECT

Raising will support the aggressive exploration of the large-scale mineralised system at Mandilla

HIGHLIGHTS

-  Firm commitments for \$11 million single-tranche placement at \$0.17 (**Placement**).
-  Significant support from a number of prominent Australian and international resources-focused institutions
-  Share purchase plan to shareholders to raise up to \$3 million (**SPP**)
-  Proceeds from the Placement and the SPP will underpin extensive exploration and resource definition drilling programs at the Mandilla Gold Project in WA, with the planned application of funds including:
 - 10,600m reverse circulation (**RC**) drilling program (*in progress*)
 - Additional ~60km of RC drilling and ~10km of diamond drilling
 - Advancement of technical and feasibility studies
-  Maiden JORC Mineral Resource Estimate on track for Q4 2020.

Anglo Australian Managing Director Marc Ducler said:

“The proceeds of this Placement and SPP will provide an outstanding platform for Anglo Australian to unlock the full value of the Mandilla Gold Project through an extensive exploration and Resource definition drilling program, which will underpin the delivery of a maiden Mineral Resource Estimate during the December 2020 quarter as well as the commencement of technical and feasibility studies.

“Following the completion of the 10,600m RC program that’s currently underway, the Company plans to conduct an additional ~60km of RC drilling and ~10km of diamond drilling, with these programs expected to run continuously throughout most of 2021.

“We are delighted by the strong support for the placement from new and existing investors, including a number of high-quality Australian and international institutions that have joined our register, and I would like to sincerely thank everyone who participated in the raising for their support.”



Anglo Australian Resources NL (ASX: AAR) (**Anglo Australian** or the **Company**) is pleased to advise that it has secured firm commitments to raise \$11 million via a single-tranche share placement (**Placement**) comprising the issue of approximately 64.7 million shares at an issue price of A\$0.17 per share to sophisticated and professional investors.

Canaccord Genuity (Australia) Limited and Petra Capital Pty Ltd acted as Joint Lead Managers to the Placement. The Placement is being undertaken within the Company's existing placement capacity under Listing Rule 7.1.

In addition to the Placement, the Company is also undertaking a non-underwritten Share Purchase Plan (**SPP**) to raise up to \$3 million. The SPP will be open to all eligible shareholders at the same issue price as the Placement.

In conjunction with the Company's existing cash reserves, proceeds of the Placement and SPP will primarily be used to advance exploration and Resource definition drilling and technical and feasibility studies at the Company's 100%-owned Mandilla Gold Project, located approximately 60km south of Kalgoorlie, Western Australia.

Planned activities include:

- Completion of the current 10,600m RC drilling program at Mandilla
- Additional ~60km of RC drilling and ~10km of diamond drilling at Mandilla based on the following:
 - Additional Resource definition drilling at Mandilla East
 - Drilling to test the bedrock mineralisation at Mandilla South
 - Exploration drilling on the Mandilla East Southeast extension
 - Exploration drilling in the corridor between Mandilla East and Mandilla South
 - Drilling to test the magnetic low to the east of Mandilla South
- Advancement of technical studies for the Mandilla Gold Project, including environmental, geotechnical, metallurgical, mining and infrastructure
- Advancement of feasibility studies for the Mandilla Gold Project
- A 3,000m RC drilling program at the Feysville Gold Project to confirm previous interpretation

Details of the Placement

Anglo Australian has undertaken the Placement of new fully paid ordinary shares in the Company to eligible sophisticated, institutional and professional investors to raise A\$11 million. Shares are to be issued under the Placement at \$0.17 per share (**Placement Price**), representing an 8% discount to the last traded price of \$0.185 and a 12% discount to the 5-day volume weighted average price (VWAP) of \$0.197 as at Wednesday 16 September 2020.

Details of the Share Purchase Plan

Following completion of the Placement, the Company will offer all eligible shareholders in Australia and New Zealand the opportunity to participate in the non-underwritten SPP.

The record date for the SPP is 5:00pm (WST) on Thursday 17 September 2020. The SPP offer period is anticipated to be open from Friday 25 September 2020, subject to the Company's discretion to amend these dates by making an ASX announcement.

Under the SPP, shares will be offered at \$0.17, the same price as the Placement.



Further information regarding the SPP (including terms and conditions) will be provided to eligible shareholders in the SPP Offer Booklet, which will be provided following completion of the Placement. Participation in the SPP is optional.

New shares issued under the Placement and SPP will rank equally with existing fully paid shares on issue.

Timetable

Event	Date
Record date for eligibility to participate in SPP	5:00pm (WST), Thursday 17 September 2020
Trading halt	Thursday 17 September 2020
Trading halt lifted and announcement of completion of Placement	Friday 18 September 2020
Settlement of Placement Shares	Thursday 24 September 2020
Allotment of Placement Shares	Friday 25 September 2020
Despatch SPP Offer Documents and SPP offer open date	Friday 25 September 2020
SPP closing date	5:00pm (WST), Wednesday 14 October 2020
Announcement of SPP participation results	Monday 19 October 2020
Issue of new shares under the SPP	Friday 23 October 2020

The timetable is indicative only and remains subject to change at the Company's discretion, subject to compliance with applicable laws and the ASX Listing Rules. The Company reserves the right to change the timetable or cancel the SPP at any time before new shares are issued, subject to regulatory requirements. The Company encourages eligible shareholders who wish to participate in the SPP 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.

For further information regarding Anglo Australian Resources NL, please visit the ASX platform (ASX: AAR) or the Company's website www.anglo.com.au.

Authorised by the Managing Director, Marc Ducler.

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