



ASX Announcement & Media Release

22 June 2017

Non- Renounceable Rights Issue

DIRECTORS

Simon O'Loughlin
Non-Executive Chairman

Simon Taylor
Non-Executive Director

Stephen Kelly
Executive Director and Company Secretary

SHARE INFORMATION

ASX Code: CHZ

Issued Capital:

119,333,598 Fully Paid Shares

CONTACT INFORMATION

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Chesser Resources Limited:
ACN: 118 619 042

Chesser Resources Limited (**Company**) is pleased to announce a capital raising by way of a non-renounceable pro-rata rights issue at an issue price of \$0.04 per new share on the basis of one new share for every three ordinary shares held. Under the offer, a maximum of 39,777,866 shares will be issued to raise up to \$1,591,115. Funds raised from the rights issue will be used to pay the costs of the issue, advance the projects in Senegal, western Africa which will be acquired by the Company as a result of its acquisition of all of the issued shares in Boya Gold Pty Ltd and Erin Mineral Resources Pty Ltd (**Acquisition**), and for general working capital.

The issue price of the new shares under the rights issue represents a discount of 12% to the volume weighted average price of the Company's shares during the 14 trading day period up to and including 21 June 2017.

Each eligible shareholder registered on the Company's register of members at 7.00 pm (Sydney time) on 27 June 2017 (**Record Date**) will be entitled to subscribe for one new fully paid ordinary share in the Company for every three ordinary shares held as at the Record Date at a price of \$0.04 per new share. Please note that the Company's shares will be quoted on an 'ex' basis from 26 June 2017 and therefore any of the Company's shares bought on-market on and after this date will not be entitled to participate in the rights issue.

In addition to being able to apply for new shares under the rights issue, eligible shareholders will also have the ability to apply for additional new shares that are not subscribed for under the rights issue.

The rights issue is conditional upon completion of the Acquisition occurring on or before 13 July 2017 (or such later date agreed by the parties to the Acquisition). If completion of the Acquisition has not occurred on or before 13 July 2017 (or such later date agreed by the parties to the Acquisition), the rights issue will be withdrawn and all application money received will be refunded as soon as practicable. No interest will be paid on any application money received or refunded.

The rights issue is fully underwritten by Taylor Collison Limited.

The indicative timetable for the rights issue is as follows:

Activity	Date
Announcement of Entitlement Offer and Appendix 3B lodged with ASX	22 June 2017
Offer Booklet lodged with ASX	22 June 2017
Shareholder notice despatched	23 June 2017
Shares traded on an 'ex' Entitlement basis	26 June 2017
Record Date for eligibility to participate in the Entitlement Offer	27 June 2017 at 7.00 pm (Sydney time)
Offer Booklet and Entitlement and Acceptance Form despatched to Shareholders	30 June 2017
Opening Date for the Entitlement Offer	30 June 2017
Last day to extend the Closing Date for the Entitlement Offer	10 July 2017
Closing Date for the Entitlement Offer	13 July 2017 At 5.00 pm (Melbourne time)
Securities quoted on a deferred settlement basis	14 July 2017
Notify ASX under subscriptions	18 July 2017
Issue of New Shares issue under the Entitlement Offer and deferred settlement trading ends	20 July 2017
Normal ASX trading for New Shares commences	21 July 2017

The timetable is indicative only and the Company reserves the right to vary it at any time without prior notice subject to the ASX Listing Rules and the *Corporations Act 2001* (Cth).

Full details of the rights issue will be contained in the Offer Booklet to be despatched to eligible shareholders in accordance with the timetable set out above.

The Board looks forward to shareholder support of the rights issue.

Yours faithfully

A handwritten signature in black ink, appearing to read 'S. O'Loughlin', written in a cursive style.

Simon O'Loughlin
Chairman