

MAYUR RESOURCES RAISES \$7.8 MILLION IN OVERSUBSCRIBED PLACEMENT

HIGHLIGHTS:

- Mayur went to the market to raise \$6.8 million via a placement of CDI's to professional and sophisticated investors
- The Placement, managed by Bell Potter Securities Limited, received strong support from existing shareholders, high net worth investors, domestic and international funds and was oversubscribed
- The Mayur Board has accepted a portion of the oversubscriptions amounting to \$1 million to raise a total of \$7.8 million through the placement of 9,750,000 CDI's at \$0.80 per CDI.

Mayur Resources Limited (ASX:MRL, Mayur or Company) went to the market to raise \$6.8 million and is pleased to announce that firm acceptances have been received for the placement of 9,750,000 CDI's to both existing and new professional and sophisticated investors as well as domestic and international funds at an issue price of \$0.80 per CDI to raise \$7.8 million before costs (**Placement**). The Placement is being conducted within the Company's existing placement capacity under Listing Rules 7.1 and 7.1A.

Mayur's Managing Director Paul Mulder said *"We are very pleased with the result and want to thank participants along with our broker, Bell Potter, for their continued support. The funds raised will allow the Company to pursue a number of additional value accretive initiatives that have been identified subsequent to the Company's listing on the ASX in September 2017. These projects complement the Company's strategy of enabling the nation building of PNG via import replacement and downstream processing."*

The Company has a very prescriptive allocation of raised funds and It is proposed that the funds raised will be utilised for the following purposes:

Opportunity	AUD
Limestone + Cement DFS	\$1.1 million
Coal Drilling programme – Depot Creek (extension)	\$0.5 million
Coal Drilling programme– Western and Southern Areas	\$1.2 million
Feni Drilling Programme	\$2.6 million
Exploration on other portfolio tenements	\$1.0 million
Working Capital Reserve	\$1.0 million
Sub Total	\$7.4 million
Costs of the raising	\$0.4 million
Total	\$7.8 million

Note: that the above represents a statement of current intentions. The Company reserves the right to alter the manner in which funds are applied.

Further information on each of the identified opportunities is presented below:

Opportunity 1 - Port Moresby limestone & downstream processing (quicklime / cement)

The Port Moresby Limestone Project is located at surface on the coast, circa 25 km north of Port Moresby. The Company has delineated a 382 Mt JORC Resource¹ of high grade limestone across two deposits and has signed an MOU with Kumul Petroleum for the supply of gas from the nearby PNG LNG mega project (~7km from the deposits) as a potential energy source for these developments.

The funds raised will be utilised, in part, to deliver a Definitive Feasibility Study for the extraction of limestone and downstream processing facilities to produce quicklime and clinker/cement (both of which are not currently produced domestically in PNG). The Prospectus dated 21 July 2017 contemplated that the Definitive Feasibility Study would be undertaken in conjunction with the introduction of a Joint Venture partner. With the energy source now identified, Mayur considers that it creates more value for shareholders if the Company funds this initiative internally.

Opportunity 2 - Coal and Gulf Province resource development

Mayur holds a portfolio of contiguous tenements that cover the main coal bearing geology in the Papuan Basin in Gulf Province including the Depot Creek Project with its coal resources allocated for Mayur's Enviro Energy Park in Lae Project.

In December 2017, Mayur signed an MOU with the Gulf Provincial government with a strategy to develop natural resources in the Gulf Province, this not only covers mineral resources held by Mayur (i.e. coal and industrial sand) but also other energy resources and ultimately industrial development of these resources within and to the direct benefit of the Gulf Province. This is a much larger opportunity than what was contemplated in the Prospectus and includes the opportunity to provide coal fired power to the Gulf Province requiring further delineation of the coal resources in the province.

Funds from the Placement will provide additional funding to conduct this expanded coal mapping and resource delineation work programmes across the portfolio that extends over 200km, less than 1% of which has been drilled to date.

¹ Port Moresby Limestone Project JORC Resource as disclosed in the ASX Announcement dated 12 January 2018. Except as set out in this Announcement, MRL confirms that it is not aware of any new information or data that materially affects the information included in the MRL Initial JORC Statement and that all material assumptions and technical parameters underpinning the estimates in the Initial JORC Statement continue to apply and have not materially changed.

Opportunity 3 - Feni Copper Gold Project

The Feni Island Gold Copper Project has a 650,000 Oz gold JORC Inferred Resource². The Prospectus and IPO proceeds did not allocate any funds for drilling of this project, rather it stated that Mayur would seek new joint venture exploration and development opportunities for this project. Mayur now believes that the project warrants a drill programme that follows up on very encouraging co-incident historic copper and gold targets i.e. Hole KAD001 - 81.85m @ 0.76g/t Au and 0.36% Cu (from 15.5m depth) prior to diluting its stake in this project. Funds from the Placement will be utilised to undertake a pre-determined diamond drilling programme with the aim of identifying the source of copper and gold mineralization.

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² Feni Island Gold Copper Project as disclosed in the Prospectus dated 21 July 2017. Except as set out in this Announcement, MRL confirms that it is not aware of any new information or data that materially affects the information included in the MRL Initial JORC Statement and that all material assumptions and technical parameters underpinning the estimates in the Initial JORC Statement continue to apply and have not materially changed.

COMPETENT PERSONS STATEMENT

Statements contained in this release relating to Mineral Resource estimates for the Port Moresby Lime and Aggregate Project are based on, and fairly represents, information and supporting documentation prepared by Mr. Rod Huntley, who is a member of the Australian Institute of Geoscientists). Mr. Huntley has sufficient and relevant experience (including PNG) that specifically relate to the style of mineralisation . Mr Huntley qualifies as a Competent Person as defined in the Australian Code for Reporting of Identified Mineral Resources and Ore Reserves (JORC) Code 2012. Mr Huntley is an employee of Groundworks Pty Ltd contracted as a consultant to Mayur Resources and consents to the use of the matters based on his information in the form and context in which it appears. As a competent person Mr Huntley takes responsibility for the form and context in which this initial Mineral Resource Estimate prepared for the Port Moresby Lime and Aggregate Project appears.

Statements contained in this release relating to Mineral Resource estimates for the Orokolo Bay Industrial Sands Project and the Feni Gold project are based on, and fairly represents, information and supporting documentation prepared by Mr. Simon Tear, who is a member of the Australian Institute of Geoscientists. Mr. Tear has sufficient and relevant experience that specifically relate to the style of mineralisation . Mr Tear qualifies as a Competent Person as defined in the Australian Code for Reporting of Identified Mineral Resources and Ore Reserves (JORC) Code 2012. Mr Tear is an employee of H&S Consultants Pty Ltd contracted as a consultant to Mayur Resources and consents to the use of the matters based on his information in the form and context in which it appears. As a competent person Mr Tear takes responsibility for the form and context in which the Mineral Resource Estimate prepared for the Orokolo Bay Project and Feni Gold appears.

FORWARD-LOOKING STATEMENTS

All statements other than statements of historical fact included in the announcement including, without limitation, statements regarding future plans or objectives of Mayur Resources Ltd are forward-looking statements which are identified by words such as 'may', 'could', 'believes', 'estimates', 'targets', 'expects', or 'intends' and other similar words that involve risks and uncertainties.

These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the Directors and management.

Mayur Resources Ltd cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements.

The Company has no intention to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this Prospectus, except where required by law and existing stock exchange listing requirements.