



Announcement Summary

Entity name

CHESSER RESOURCES LIMITED

Announcement Type

New announcement

Date of this announcement

Monday March 30, 2020

The Proposed issue is:

☒ A placement or other type of issue

Total number of +securities proposed to be issued for a placement or other type of issue

ASX +Security Code	+Security Description	Maximum Number of +securities to be issued
n/a	Unlisted Options with an exercise price of \$0.08 and various expiry dates	23,000,000
CHZ	ORDINARY FULLY PAID	42,000,000

Proposed +issue date

Friday April 3, 2020

Refer to next page for full details of the announcement



Part 1 - Entity and announcement details

1.1 Name of +Entity

CHESSER RESOURCES LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

1.2 Registered Number Type

ABN

Registration Number

14118619042

1.3 ASX issuer code

CHZ

1.4 The announcement is

☒ New announcement

1.5 Date of this announcement

Monday March 30, 2020

1.6 The Proposed issue is:

☒ A placement or other type of issue



Part 7 - Details of proposed placement or other issue

Part 7A - Conditions

7A.1 - Are any of the following approvals required for the placement or other type of issue?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

☒ Yes

7A.1a Conditions

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
+Security holder approval	Friday May 15, 2020	<input checked="" type="checkbox"/> Estimated	

Comments

Security holder approval is required for options to be issued per Part 7B and Part 7E of this form.

Part 7B - Issue details

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

☒ Existing class

Will the proposed issue of this +security include an offer of attaching +securities?

☒ Yes

Details of +securities proposed to be issued

ASX +Security Code and Description

CHZ : ORDINARY FULLY PAID

Maximum Number of +securities proposed to be issued

42,000,000

Purpose of the issue

The funds raised will be used to undertake a drilling program at its flagship Diamba Sud Gold Project in Senegal, West Africa and for general working capital purposes.



Offer price details for retail security holders

In what currency is the cash consideration being paid?

AUD - Australian Dollar

What is the issue price per +security?

AUD 0.04000

Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?

☒ Yes

Oversubscription & Scale back details

May a scale back be applied to this event?

☒ No

Attaching +Security

Is the proposed attaching security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional +securities in a class that is already quoted or recorded by ASX)?

☒ New class

Attaching +Security - New class (+securities in a class that is not yet quoted or recorded by ASX)

Details of attaching +securities proposed to be issued

ISIN Code (if Issuer is a foreign company and +securities are non CDIs)

Have you received confirmation from ASX that the terms of the proposed +securities are appropriate and equitable under listing rule 6.1?

☒ No

Will the entity be seeking quotation of the 'new' class of +securities on ASX?

☒ No

ASX +Security Code

New class-code to be confirmed

+Security Description

Unlisted Options with an exercise price of \$0.08 and various expiry dates

+Security Type

Options

Maximum Number of +securities proposed to be issued

23,000,000

Offer price details for retail security holders

In what currency is the cash consideration being paid?

What is the issue price per +security?



Oversubscription & Scale back details

May a scale back be applied to this event?

☒ No

Will all the +securities issued in this class rank equally in all respects from their issue date?

☒ No

If some of the issued +securities do not rank equally

Is the actual date from which the +securities will rank equally (non-ranking end date) known?

☒ No

Provide the estimated non-ranking end period

On the exercise of options

Please state the extent to which the +securities do not rank equally:

- In relation to the next dividend, distribution or interest payment; or
- For any other reason

Securities do not rank at all

Options details

+Security Currency

AUD - Australian Dollar

Exercise Price

AUD 0.0800

Expiry date

Friday May 15, 2020

Details of the existing class of +security that will be issued upon exercise or conversion of this new class of company option

CHZ : ORDINARY FULLY PAID

Please provide any further information relating to the principal terms of the +securities

21 million options will have an expiry 12 months from date of issue and 2 million options will have expiry of 30 November 2023.

Part 7C - Timetable

7C.1 Proposed +issue date

Friday April 3, 2020

Part 7D - Listing Rule requirements



7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the issue under listing rule 7.1?

☒ Yes

7D.1a Date of meeting or proposed meeting to approve the issue under listing rule 7.1

Friday May 15, 2020

7D.2 Is a party referred to in listing rule 10.11.1 participating in the proposed issue?

☒ No

7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules?

☒ No

7D.4 Will any of the +securities to be issued be subject to +voluntary escrow?

☒ No

Part 7E - Fees and expenses

7E.1 Will there be a lead manager or broker to the proposed issue?

☒ Yes

7E.1a Who is the lead manager/broker?

Taylor Collison was the Lead Manager and Bridge Street Capital Partners the Co-Lead Manager

7E.1b What fee, commission or other consideration is payable to them for acting as lead manager/broker?

Aggregate fees payable to the Lead Manager and Co-Lead Manager for the proposed issued are:

- (i) A management fee equal to 2% of the gross proceeds received under the placement
- (ii) A selling fee equal to 4% of the gross proceeds received under the placement
- (iii) Subject to shareholder approval, 2,000,000 unlisted options with an exercise price of \$0.08 and an expiry of 30 November 2023

7E.2 Is the proposed issue to be underwritten?

☒ No

7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue

Nil

Part 7F - Further Information

7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds?

☒ No



7F.2 Any other information the entity wishes to provide about the proposed issue