



Announcement Summary

Entity name

AUSTAR GOLD LIMITED

Announcement Type

New announcement

Date of this announcement

Wednesday April 29, 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 Convertible Notes with attaching options	14,000
n/a	Attaching options	2,800,000

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

AUSTAR GOLD 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

70107180441

1.3 ASX issuer code

AUL

1.4 The announcement is

☒ New announcement

1.5 Date of this announcement

Wednesday April 29, 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	Monday June 29, 2020	<input checked="" type="checkbox"/> Estimated	No

Comments

Preparation of notice of meeting of shareholders in progress.

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)?

☒ New class

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

☒ Yes

Details of +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?

☒ Yes

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 Convertible Notes with attaching options

**+Security Type**

Convertible Debt Securities

Maximum Number of +securities proposed to be issued

14,000

Purpose of the issue

mine productivity enhancements, in-mine drilling programs, processing enhancements and working capital.

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 100.00000

Will all the +securities issued in this class rank equally in all respects from their issue date?☒ Yes**Oversubscription & Scale back details****May a scale back be applied to this event?**☒ No

Convertible Debt +Securities details

These securities are:

Convertible

Type of security

Hybrid Security

+Security Currency

AUD - Australian Dollar

Face Value

AUD 100.0000

Interest Rate Type

Fixed rate

Frequency of Coupon/Interest Payments Per Year

Quarterly

First Payment Date

Tuesday June 30, 2020

Interest Rate (p.a.)

7.00000 %

Is Interest Rate (p.a) estimated at this time?☒ No**s128F of the Income Tax Assessment Act status applicable to the security**

s128F exemption status unknown



Is the security Perpetual (ie. No maturity)?

☒ No

Maturity Date

Wednesday March 31, 2021

Is the Security Subordinated?

☒ No

Is the Security Secured?

☒ No

Select other features applicable to the security

☒ Redeemable

Is a First Trigger Date on which conversion, redemption, call or put can occur (whichever is first) applicable?

☒ No

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

AUL : ORDINARY FULLY PAID

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

Unlisted convertible note with a face value of \$100 with 200 unlisted attaching options for each convertible note.

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?

☒ Yes

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

Attaching options

+Security Type

Other

Maximum Number of +securities proposed to be issued

2,800,000

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 0.20000

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?

☒ Yes

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

Subject to and conditional upon shareholder approval to be sought at the General Meeting, each note holder will receive 200 options for each Convertible note issued to them exercisable at 20 cents per option on or before 30 June 2021 (attaching options).

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

Monday June 29, 2020

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

☒ Yes

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?

☒ No

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

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