

ASX ANNOUNCEMENT

15 February 2017

Winmar to raise \$1.44 million in a heavily oversubscribed share placement and fully underwritten rights issue

Highlights

- **Placement to raise \$280,000**
- **Fully underwritten 1 for 4 Rights Issue to raise \$1.16 million**
- **Winmar to extend the current diamond drilling at the Lomero mine property**

Winmar Resources Ltd (ASX: WFE) (**Winmar**) is pleased to announce that it has secured \$1.44 million to be raised by way of a Private Placement and a fully underwritten Rights Issue.

DJ Carmichael Pty Ltd (**DJC**) is acting as Corporate Advisor and Lead Manager to the Placement and has fully underwritten the Rights Issue.

The new capital will enable Winmar to extend the current drilling campaign at the Lomero gold-silver-copper-zinc deposit in Andalucia, Spain, and complete geophysical surveys and a new mineral resource estimate ahead of a future scoping study.

Placement

Firm commitments have been received from professional and sophisticated investors for a placement of 70 million shares at a price of 0.4 cents per share, thereby raising \$280,000 (**the Placement**). The Placement will be made pursuant to the Company's placement capacity under ASX Listing Rule 7.1.

The Company retains approximately 60% of its current placement capacity.

Rights Issue

The Company will also launch a pro-rata non-renounceable rights issue (**the Rights Issue**) to existing eligible shareholders at a price of 0.4 cents per share. The Rights Issue is on the basis of 1 new share for every 4 existing shares held, and will raise approximately \$1.16 million. The Rights Issue has been fully underwritten by DJC.

Further information will be provided to the market in an Offer Document which is expected to be lodged with ASIC and released to the ASX in the coming days.



New drill core from the first hole in progress at the Lomero mine property

Winmar Managing Director Rod Sainty is on site, overseeing the diamond drilling programme. He commented:

“The oversubscription is gratifying and demonstrates strong support by professional and sophisticated investors. We welcome those investors joining the Winmar register for the first time. We also encourage existing eligible shareholders to take up their entitlement.

The new capital will enable Winmar to significantly increase the scope of the drill programme now underway at Lomero. It gives us a much better chance of increasing the size of the known resource and allows us to extend outwards the search for additional massive sulphide lenses.

We will pursue the opportunity at Lomero as hard as possible and will endeavour to get the best results we can, both for our shareholders and the local community.

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