



ABN 52 007 626 575

ASX Announcement

8 May 2017

Jervois Mining Limited (Company) – Non-renounceable Rights Issue

The Company (ASX:JRV) today launched a 1 for 4 non-renounceable pro rata rights issue with attaching options to raise approximately \$1.36 million (before transaction costs) (**Rights Issue**).

The net funding will be used to:

- review and prepare valuation of the Company's existing royalty agreements;
- undertake new and on-going exploration and metallurgical test work on drill hole samples from the Company's existing tenements;
- make new strategic investments;
- pay general overhead and operating costs; and
- pay expenses associated with this Offer.

Overview

Under the Rights Issue, eligible shareholders with registered addresses in Australia and New Zealand will be entitled to apply for 1 new share for every 4 shares held at 7pm (AEST) on 11 May 2017 (**Record Date**). The issue price is \$0.05 (5 cents) per new share. In addition, eligible shareholders will receive, for no additional consideration, 1 option for every 1 new share issued under the Rights Issue which is exercisable at \$0.05 (5 cents) and expires on the date which is 12 months after the issue date.

This represents a:

- 18% discount to the closing price of JRV shares on 18 April 2017, being the date the Company announced the proposed Rights Issue; and
- 19.5% discount to the 30 day volume weighted average price of JRV shares to and including 4 May 2017.

All new shares will rank equally with existing JRV shares from the date of issue. The Rights Issue also incorporates a shortfall facility under which eligible shareholders who accept their entitlement under the Rights Issue in full can apply for an additional amount of new shares offered to eligible shareholders under the Rights Issue which are not taken up by eligible shareholders pursuant to applications received by the Company on or before 5pm AEST on 9 June 2017 (**Closing Date**) (**Shortfall Offer** and each such share, a **Shortfall Share**).

Any Shortfall Shares not subscribed for by eligible shareholders under the Shortfall Offer may be placed at the discretion of the Directors, subject to the requirements of the *Corporations Act 2001* (Cth) and ASX Listing Rules, within 2 months after the Closing Date.

Underwriting

The Rights Issue is underwritten as to 1,500,000 new shares (\$75,000) by the Stephen van der Sluys, the Executive Chairman, and 1,000,000 New Shares (\$50,000) by John Newton, a non-executive director. Each of the Directors have agreed to take up their entitlement under the Rights Issue.

Indicative Timetable

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|---|--------------|
| Record date | 11 May 2017 |
| Dispatch of Prospectus and Entitlement Form to Shareholders | 16 May 2017 |
| Rights issue closes | 9 June 2017 |
| New shares quoted on deferred settlement basis | 13 June 2017 |
| Shortfall shares notified to ASX | 15 June 2017 |
| Allotment of Rights Issue shares | 19 June 2017 |
| Normal trading of Rights Issue shares expected to commence | 19 June 2017 |

Note: dates and times are indicative only and subject to change. Subject to compliance with the ASX Listing Rules, the Company reserves the right to: (i) not proceed with the rights issue and return any applications moneys received without interest; or (ii) vary the dates and times above including closing the offer earlier or later.

Offer Documents

Further details about the Rights Issue, including how shareholders may apply for their entitlement, will be set out in the Prospectus to be sent to eligible shareholders on or about 16 May 2017. Details of the Rights Issue and the Shortfall Offer, together with other relevant information, are set out in the Prospectus.

Further Information

For further information please refer to the Prospectus (which will be available on the Company's website (www.jervoismining.com.au)) or contact the Company:

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On behalf of the Board and management of the Company, thank you for your continued support.

Yours sincerely,

Stephen van der Sluys
Executive Chairman