

31 July 2020

RLC 1 for 4 rights issue at 1 cent to raise \$1 million.

Reedy Lagoon Corporation Limited is to make a non-renounceable pro rata rights offer to eligible holders of RLC shares on a 1 for 4 basis at 1 cent per new RLC share, together with a related offer under which those holders can apply for additional new RLC shares at the offer price.

If fully subscribed, the rights offer and the related offer (together, the “**Offer**”) will raise \$1,003,998 to fund exploration at RLC’s gold and iron ore projects, continue its gold project development work, and for working capital.

Under the Offer an eligible shareholder can apply for any amount of new RLC Shares (“**New Shares**”) but:

- they are only guaranteed to be allocated their Entitlement (the number of New Shares equal to 1 New share for every 4 RLC shares held by them at the Record Date, rounded up to the nearest whole number of New Shares); and
- all or some of the New Shares applied for above their Entitlement (“**Additional Shares**”) may not be allocated to them where:
 - (a) there are insufficient New Shares available; and/or
 - (b) RLC in its absolute discretion applies an allocation policy or scale back; and/or
 - (c) their relevant interest in RLC shares would exceed 20%.

New Shares will only be available to meet applications for Additional Shares to the extent other eligible shareholders do not take up their Entitlements in full.

The Record Date for determining Entitlements is 7:00 PM (AEST) on Wednesday 5 August 2020.

Existing RLC Shares will trade ex-entitlement from Tuesday 4 August 2020.

The indicative timetable for the Offer is:

Announcement of Offer	Friday 31 July 2020
Ex Date for Entitlements	Tuesday 4 August 2020
Record Date for determining Entitlements	7.00pm AEST Wednesday 5 August 2020
Offer opens	Monday 10 August 2020
Offer closes	Friday 21 August 2020
Issue of New Shares under the Offer	Friday 28 August 2020
Despatch of allotment confirmations in respect of New Shares	Monday 31 August 2020
New Shares commence normal trading on ASX	Monday 31 August 2020

The Offer will open on Monday 10 August 2020.

A personalised Acceptance Form together with a Booklet explaining the Offer and how to accept will be mailed (or emailed where permitted) to eligible shareholders on Monday 10 August 2020.

Important Details about the Entitlement Offer

Only shareholders with a registered address in Australia or New Zealand at the Record Date are eligible. Option holders must exercise their options before the Record Date in order to have an entitlement in respect of the shares issued upon exercise.

A maximum of 100,399,830 New Shares (20% of post issue share capital) will be issued as fully paid under the Offer. Following the issue of this number of shares RLC will have 502,671,540 ordinary shares on issue.

The Offer is not underwritten. There is no minimum amount which must be raised before New Shares will be issued.

No shareholder approval is required for the issue of the New Shares. RLC will apply for quotation of the New Shares on ASX. The New Shares will rank equally in all respects to existing ordinary shares in RLC.

No prospectus will be used for the Offer. Instead the Offer will be made pursuant to provisions of the Corporations Act 2001 (Cth) that allow rights offers to be made by providing certain updates and information to the market.

The Offer is non-renounceable and RLC shareholders who do not take up their Entitlements will not receive any payment or value for their Entitlements. Entitlements will not be able to be traded on the ASX or privately transferred.

On behalf of the Board

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