

PLACEMENT AND SHARE PURCHASE PLAN

Highlights:

- Firm commitments received to raise \$1,114,783 through the issue of 22,295,665 ordinary shares at \$0.05 per share.
- In parallel, the Company announces a Share Purchase Plan to raise up to \$500,000 through the issue of an additional 10 million ordinary shares at \$0.05 per share, representing approximately a 17% discount to the 5-day VWAP.
- The funds raised from the placement to be applied towards funding the exploration programs at the Company's Benalla, Yuinmery and Darlot sites, as well as general working capital.

Golden Mile Resources Ltd (ASX: G88) ("**Golden Mile**" or the "**Company**") is pleased to announce a proposed capital raising of up to \$1,614,783 ("**Capital Raising**") consisting of:

- a placement raising \$1,114,783 from professional and sophisticated investors; and
- a Share Purchase Plan to raise up to \$500,000 from the Company's eligible shareholders.

Funds raised under the Capital Raising will be used to support:

- drilling of gold exploration targets at the Leonora East Project;
- advancement of exploration program and drill testing at the Yuinmery Gold Project and Darlot Gold Project;
- ongoing project evaluation; and
- working capital to enable the ongoing execution of the Company's business strategy.

PLACEMENT

The Company has raised \$1,114,783 by way of a placement of 22,295,665 fully paid ordinary shares in the Company at a fixed price of \$0.05 (5.0 cents) per share ("**Placement**"). The Company engaged Sanlam Private Wealth to facilitate the Placement as its sole lead manager and book runner for the allocation of the Placement. The Placement attracted strong demand from existing shareholders and new sophisticated and professional investors.

The Company will issue the Placement shares under its placement capacity pursuant to ASX Listing rule 7.1 and 7.1A (see Table 1). The allotment of new Placement shares is anticipated to occur no later than Monday, 7 September 2020.

MARKET DATA

ASX Code:	G88
Share Price:	\$0.06 (as at 31/08/2020)
Market Cap:	\$5.4 Million
Shares on Issue:	89,182,663
Options on Issue:	15,075,000
Cash at bank:	\$0.6 Million (as at 30/06/2020)

BOARD & MANAGEMENT

Rhoderick Grivas - Non-Executive Chairman
Phillip Grundy - Non-Executive Director
Caedmon Marriott - Non-Executive Director
Justyn Stedwell - Company Secretary
Paul Frawley - Exploration Manager

Table 1: Summary of Share Placement

ASX Listing Rule	Share Placement Capacity	Shares Placed
LR 7.1	13,377,399	13,377,399
LR 7.1A	8,918,266	8,918,266
Total	22,295,665	22,295,665

SHARE PURCHASE PLAN

The Company is pleased to offer eligible Golden Mile shareholders the opportunity to participate in the Company's Share Purchase Plan ("**SPP**").

The SPP is open to registered holders of fully paid ordinary shares in the Company as at 7.00pm (AEST) on the record date of Monday, 31 August 2020 ("**Record Date**") and whose address on the share register is in Australia, New Zealand, Singapore, China or Malaysia, provided that such shareholder is not in the United States or acting for the account or benefit of a person in the United States and does not hold shares in the Company on behalf of another person who resides outside Australia, New Zealand, Singapore, China or Malaysia. The SPP is also being extended to eligible shareholders who are custodians, to participate in the SPP on behalf of certain eligible beneficiaries on the terms and conditions set out in the attached SPP booklet.

The SPP will not be open to shareholders who subscribed for Company shares after the Record Date, including those persons allotted shares under the Placement.

Eligible Shareholders will have the opportunity to purchase up to \$15,000 worth of fully paid ordinary shares in the Company ("**Shares**") at \$0.05 (0.5 cents) per Share ("**Price**"), irrespective of the size of their shareholding, without incurring brokerage or transaction costs.

The Price represents approximately a 17% discount to the volume-weighted average price of Golden Mile's shares traded on the Australian Securities Exchange (ASX) over the 5 trading days up to, and including, Thursday, 27 August 2020, which was the last day of trading of Shares on ASX prior to this announcement.

The SPP aims to raise up to a maximum of \$500,000, subject to scale back, at the Company's discretion, and is not underwritten. Golden Mile may decide to scale back applications under the SPP in its absolute discretion. The Board reserves the right to place any shortfall of Shares not allotted under the SPP in their absolute discretion at a price no less than the Price, subject to the ASX Listing Rules and the *Corporations Act 2001* (Cth).

Full details of the SPP are contained in the attached SPP booklet. The SPP booklet and an application form are expected to be despatched to the eligible shareholders on Tuesday, 8 September 2020.

Applications for shares under the SPP will open on Tuesday, 8 September 2020 and will remain open until 5.00pm (AESDT) on Tuesday, 22 September 2020 unless closed earlier or otherwise extended by the Board at its absolute discretion.

Further details can be accessed by contacting the Company's share registry, Automic Registry Services GPO Box 5193 Sydney, NSW 2000, AUSTRALIA, email: hello@automic.com.au, telephone: 1300 288 664 (local) or +61 2 9698 5414 (international), at any time between 8.30am and 5.00pm (AEST), Monday to Friday.

KEY DATES – SPP

Event	Date
Record Date	7:00 pm (AEST), Monday, 31 August 2020
Announcement to market of Share Purchase Plan	Tuesday, 1 September 2020
Documents posted to Eligible Shareholders	Tuesday, 8 September 2020
Opening date for acceptances of SPP offer	Tuesday, 8 September 2020
Closing date for acceptances of SPP offer	5:00 pm (AEST), Tuesday, 22 September 2020
Issue Date (being the date of issue of New Shares under the Offer)	Tuesday, 29 September 2020
Date on which New Shares are expected to commence trading on ASX	Wednesday, 30 September 2020
Dispatch of holding statements in respect of New Shares issued under the SPP offer	Wednesday, 30 September 2020

Note: This timetable is indicative only and subject to change. The Company reserves the right to vary the above dates and times, subject to the ASX Listing Rules and the Corporations Act 2001 (Cth).

IMPORTANT NOTICE

This announcement does not constitute an offer, invitation or recommendation to subscribe for or purchase any security and neither this announcement nor anything contained in it shall form the basis of any contract or commitment. In particular, this announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States. The securities in the proposed offering have not been and will not be registered under the *U.S. Securities Act* of 1933, or under the securities laws of any state or other jurisdiction of the United States. Accordingly, the securities in the proposed offering may not be offered or sold, directly or indirectly, in the United States, except in a transaction exempt from, or not subject to, the registration requirements of the *U.S. Securities Act* and applicable U.S. state securities laws. This document may not be released to US wire services or distributed in the United States.

A reference to \$ in this announcement is to Australian Dollars.

This Announcement has been approved for release by the Board of Golden Mile Resources Limited.



For further information please contact:

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About Golden Mile Resources Ltd

Golden Mile Resources is an Australian based exploration and development company, with an outstanding suite of gold and nickel-cobalt projects in Western Australia.

The Company was formed in 2016 to carry out the acquisition, exploration and development of mining assets in Western Australia, and has to date acquired a suite of exploration projects, predominantly within the fertile North-Eastern Goldfields of Western Australia.

The Company's portfolio includes a suite of gold projects in the North-Eastern Goldfields which include the Leonora East, Ironstone Well, Darlot and Gidgee projects. In addition, Golden Mile holds two nickel-cobalt projects, namely the Quicksilver project in the South West Mineral Field and the Minara project.

The Company has recently acquired the Yuinmery Gold Project in the Youanmi gold mining district.

For more information please see the Company announcements on the ASX website or visit the Company's website: www.goldenmileresources.com.au