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\$3 Million Placement with Sprott

Golden Rim Resources Ltd (ASX: GMR, **Company** or **Golden Rim**) today announced that the Company has signed a non-binding Indicative Term Sheet with Sprott Private Wealth LP and affiliates (**Sprott**), to raise up to A\$3,025,000 (**Capital Raising**).

Details of the Capital Raising

The Indicative Term Sheet provides for a minimum of 230 million ordinary fully paid shares (**Shares**) and up to a maximum 275 million Shares to be placed at an issue price of A\$0.011 per Share with one attaching unlisted option for every two Shares issued. Each option will have an exercise price of A\$0.0165 and expire on the date that is 36 months following their issue (**Options**).

Sprott is a leading North American-based asset management firm with an enviable track record of identifying and funding successful early stage resource companies. Sprott's willingness to take a cornerstone position in Golden Rim is recognition of the potential of the Company's gold projects in Burkina Faso and strong endorsement of the quality of the Golden Rim management.

The Capital Raising will be distributed to Sprott's funds and Sprott's high-net-worth client base. The Capital Raising provides the opportunity for the Company to extend its shareholder base into North America for the first time.

The funds from the Capital Raising will be primarily used for further gold exploration in Burkina Faso and for working capital. Exploration work will be focussed on Korongou which covers 16 km of the highly prospective Samira Hill greenstone belt which hosts the 2 million oz Samira Hill gold deposit in western Niger. Golden Rim's previous drilling at Korongou has identified more than 20 sub-parallel gold mineralised zones within a 1.2 km wide corridor.

Golden Rim continues to evaluate various development pathways for Balogo, including securing funding to conduct a Bankable Feasibility Study (**BFS**). Until funding is secured, the BFS for Balogo is on hold.

The Capital Raising is subject to shareholder approval, completion by Sprott of satisfactory due diligence, execution of a finder's agreement and shareholders approving the Second Tranche Conversion (as defined below) of the loan agreement with Aurora Minerals Limited (**Aurora**).

Second Tranche Conversion – Aurora Loan Agreement

On 5 May 2014, the Company announced that it had entered into a loan agreement with Aurora. The agreement provides a secured convertible loan from Aurora of A\$3 million. Repayment of the loan is by way of two tranches as follows:

- the first tranche is repayable by converting A\$1.65 million of the loan into 206,250,000 Shares (at a price of 0.8 cents each). On 8 July 2014, shareholder approval was received and the first tranche was subsequently converted to Shares.
- the second tranche is repayable by Aurora electing to receive repayment of the balance of the loan amount (including accrued interest) by the issue of Shares (subject to shareholder approval) or the payment of cash. Each of the Shares issued in repayment of the second tranche will be issued at a deemed issue price equal to a 20% discount to the 20 day volume weighted average price Shares on ASX on the 20 trading days immediately prior to the date of notice of election given by Aurora (**Second Tranche Conversion**).

Closing and Shareholder Approval

Funds raised in the Capital Raising will be placed into escrow on the closing date (anticipated to be on or about 11 September 2014) and released to the Company pending shareholder approval. A shareholder meeting to approve the Capital Raising and Second Tranche Conversion is scheduled for early October 2014.

About Golden Rim

Golden Rim is a public exploration company listed on the Australian Securities Exchange (ASX: GMR). Golden Rim is focused on exploring and developing gold resources in West Africa.

The Company has gold projects covering over 2,495 km² in the highly prospective Birimian greenstone belts of Burkina Faso. The Company's primary focus is exploring its Korongou and Balogo projects.

At Korongou, Golden Rim has identified more than 20 sub-parallel gold mineralised zones within a 1.2 km wide shear corridor. At Balogo, Golden Rim has outlined an Inferred Resource of 850,000 tonnes at 6.8 g/t gold for 185,000 ounces at a 0.5 g/t cut-off. Recent exploration has discovered additional high grade gold mineralisation.

The Company has experienced management and a capable exploration team in Burkina Faso. This enables Golden Rim to efficiently conduct its exploration in order to maximise potential opportunities and deliver value to shareholders.

-ENDS-

For further information, please contact:

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This announcement does not constitute an offer of securities for sale in the United States of America. These securities may not be offered or sold in the United States absent registration or an exemption from registration. Any public offering of securities to be made in the United States will be made by means of a prospectus that may be obtained from the Company and that will contain detailed information about the Company and management, as well as financial statements.

The information in this report that relates the Inferred Resource at Balogo and the Korongou Project is based on information compiled by Mr Craig Mackay who is a member of The Australasian Institute of Mining and Metallurgy. Mr Mackay is an employee of Golden Rim Resources Ltd. Mr Mackay has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Mackay consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. Golden Rim continues to report exploration results as defined under the 2004 edition of the JORC Code where those results were initially reported prior to the 2012 edition of the JORC Code. Those exploration results have not been reported to comply with the 2012 edition of the JORC Code on the basis that the information has not materially changed since it was last reported.

Further Company Information

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Capital Structure

Issued Shares: 1,057,771,216

Unlisted Options: 96,016,667

Major Shareholders

Aurora Minerals 19.5%

Acorn Capital 10.58%

Royal Group, Abu Dhabi 5.15%

Share Registry

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