

Capital Raising of up to \$3.5M to Fast-Track Gold and Copper-Gold Exploration

\$2M share placement completed, with SPP launched to raise up to a further \$1.5M as Stavely embarks on extensive new drilling programmes in Queensland and Victoria

Stavely Minerals Limited (ASX Code: **SVY**) is pleased to announce a capital raising of up to \$3.5 million to fast-track exploration of its portfolio of gold, and porphyry copper-gold projects in Western Victoria and Queensland.

The capital raising is underpinned by a Share Placement of 13.33 million shares at 15 cents per share to sophisticated and institutional investors to raise \$2 million before costs. The Placement was oversubscribed.

In addition, Stavely will also undertake a Share Purchase Plan (SPP), also at 15 cents, to raise up to a further \$1.5 million to allow existing shareholders to participate in the capital raising on the same terms as the Share Placement.

The funds raised through the combined Share Placement and SPP will primarily be used to accelerate drilling programmes in Queensland targeting breccia-hosted gold mineralisation and in Western Victoria targeting porphyry copper-gold mineralisation.

Stavely Minerals' Managing Director, Mr Chris Cairns, said the Company was delighted with the response from investors to the raising, particularly in the current volatile market environment.

"This reflects both the quality and prospectivity of our key projects, and the fact that we have a very full programme of drilling activity both in Queensland and Victoria over the coming months which should generate strong news-flow on multiple fronts," he said.

"Over the past 18 months we have developed a suite of exceptional discovery opportunities, and we appreciate that shareholders have had to demonstrate outstanding patience as the Company navigated the lengthy process of securing Victorian Government co-funding for our forthcoming exploration programmes.

"However, with more than \$1 million in Government funding now in place, and with the proceeds of this capital raising, Stavely is exceptionally well placed to unlock the value of this highly prospective exploration portfolio.

"We have now launched into a major drilling and geophysical programme, which is expected to continue over the next several months. Drilling has already commenced in Queensland testing an outstanding breccia-hosted gold target and will continue for approximately 4-6 weeks and, once completed, drilling will then commence on our suite of three Victorian porphyry copper-gold targets."

"We were delighted by the strong response from investors for the Share Placement, in what remains a challenging capital market for greenfields mineral explorers, and we are very pleased to be able to offer existing shareholders the opportunity to participate in the capital raising on the same terms through the SPP," Mr Cairns said.

"This is an exciting time for Stavely as we embark on what could well be the most important phase of exploration activity in the Company's relatively short history. We look forward to seeing the results of these programmes, and providing regular updates on our progress to the market."

Share Placement

The Company has firm commitments for a share placement of 13,333,333 fully-paid ordinary shares at 15c per share to raise \$2 million before costs (the Placement). Morgans Corporate Limited acted as Lead Manager to the Share Placement.

Settlement of the Placement is scheduled for 15 November 2016 with allotment to occur on 16 November 2016. The shares issued under the Placement will be issued in one tranche and will rank equally with existing Stavely Minerals shares. The Placement is being undertaken within the Company's available capacity to issue new securities under ASX Listing Rule 7.1, and is not subject to shareholder approval.

Share Purchase Plan

In addition to the Placement, the Company is pleased to announce that Eligible Shareholders will have the opportunity to acquire fully paid ordinary shares in Stavely Minerals (Shares) via a Share Purchase Plan (SPP).

Eligible Shareholders may acquire up to \$15,000 worth of Shares under the SPP, free of brokerage and commission, at a price of 15 cents per Share. This is the same price as the offer price under the Placement, and represents a 19% discount to the volume weighted average trading price of Shares on the ASX during the 5 trading days on which sales were recorded immediately prior to the date of announcement of this offer.

The total number of shares to be issued under the SPP will be capped at 10,000,000 Shares, being the number of shares required to raise up to a maximum of \$1,500,000. Stavely reserves the right to scale back applications should total demand exceed \$1,500,000. Further details of the offer will be announced in due course.

Assuming all entitlements are accepted, following completion of both the SPP and the Placement, the Company will have issued approximately 23,333,333 Shares resulting in total fully paid ordinary shares on issue of approximately 119,094,196.

The proposed timetable for the SPP is set out below. The dates are indicative only and the Company reserves the right to vary the dates including the right to extend the Closing Date or to withdraw the Offer (subject to the *Corporations Act 2001 (Cth)* and the ASX Listing Rules).

Record Date	9 November 2016
Offer documents despatched to Shareholders & Company announcement that despatch has been completed	14 November 2016
Opening Date	15 November 2016
Closing Date	1 December 2016
Allotment / Issue Date	8 December 2016
Despatch of holding statements	9 December 2016



Chris Cairns
Managing Director

For Further Information, please contact:

Stavely Minerals Limited

Phone: 08 9287 7630

Email: info@stavely.com.au

Media Inquiries:

Nicholas Read – Read Corporate

Phone: 08 9388 1474