



14 November 2016

ASX Market Announcements
ASX Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000



ASX Code: EXG

Placement Raises \$2.2 million

Excelsior Gold Limited (ASX:**EXG**) is pleased to announce the completion of a placement to sophisticated investors of 105.7 million new shares at 2.1 cents per share to raise gross proceeds of \$2.2 million. These funds will be used to underpin the ongoing production from the Zoroastrian open pit and provides for a level of contingency protection against unscheduled events.

EXG is also pleased to announce it has reached agreement with Macquarie Bank (MBL) to restructure the existing debt and hedge facilities. All existing hedge, debt and loans, including the GWR loan, are now scheduled for repayment by August 2017. The company continues to work with MBL and all stakeholders for the best interest of shareholders.

Excelsior's Managing Director, Mr Rowan Johnston, said "the Company is delighted with the response from investors, with the raising being heavily oversubscribed. We now have a clear path forward, with a new mine design and ore production profile that can service all debts. Production is proceeding well and ore is flowing from the mine. We have also started to review the exploration prospects and models of other resources in our portfolio, in particular Bulletin South, with the aim of adding more ounces to our reserves. If sufficient profitable ounces can be added to the production schedule, the longer dated call options can be delivered in gold rather than being paid for out of current production, thus releasing additional cash".

EXG currently has 707,144,423 shares on issue. The Placement is unconditional and is expected to settle on 18 November 2016.

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For further information visit www.excelsiorgold.com.au or contact

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