

ASX Announcement

15 March 2017

King River Copper Limited (ASX: KRC) refers to the Share Purchase Plan announcement on 6 March 2017 for existing shareholders to be able to each purchase up to \$15,000 worth of additional shares in the Company (SPP Offer).

The SPP price has now been calculated to be \$0.0042 (0.42 cents) per share based on 80% of the volume weighted average market price of King River Copper shares traded on the ASX over the 5 days from 6 March to 10 March 2017.

KRC currently has in excess of 1,600 shareholders and the SPP will raise up to \$754,794.

In conjunction with the SPP a placement of up to \$300,000 may also be undertaken at the same SPP Offer price following the SPP Offer.

KRC advises that the Directors have agreed to receive shares in lieu of payment of arrears of \$87,600 Directors fees for the period August 2016 to March 2017. The shares are to be issued at \$0.005 (0.5 cents) being at an approximate 20% premium to the SPP Offer price.

The shareholder Notice of Meeting to seek approval for the SPP Offer, the placement, and the issue of shares to Directors will be sent to shareholders as soon as possible.

The SPP offer prospectus will be sent to eligible shareholders prior to the shareholders meeting in approximately 4 weeks.

Ordinarily a shareholder resolution to seek approval to issue SPP securities to unrelated parties requires a Voting Exclusion Statement in accordance with Listing Rule 7.3.8 which would have the effect of excluding the votes of any person who may participate in the SPP (ie shareholders). Thereby, the Company on 10 March 2017 obtained a waiver from ASX from Listing Rule 7.3.8 (a Voting Exclusion Statement) to permit the shareholder resolution seeking approval to issue SPP Offer Shares to unrelated parties to not include a Voting Exclusion Statement that excludes the votes of any person who may participate in the SPP.