



MAGNETITE MINES LIMITED
Making Steel **Stronger**

15 June 2017

Successful Capital Raising

Magnetite Mines Limited (ASX:MGT)(**Company**) is pleased to announce that it has received acceptances under a placement of up to 65,714,286 fully paid ordinary shares in the Company (**Shares**) at an issue price of \$0.035 per Share, together with a free attaching unlisted option for every four (4) Shares subscribed for, with each option exercisable at A\$0.05, and expiring on the date that is six (6) months after the date of issue (**Options**) to raise up to \$2,300,000 (before costs) (**Placement**).

The Placement was made to a number of sophisticated and professional investors.

The Placement will be made under the Company's placement capacity under ASX Listing Rules 7.1 (34,146,186 shares) and 7.1A (31,568,100 shares), and is therefore not subject to shareholder approval. The Shares and Options are expected to be issued by not later than 29 June 2017.

Funds received under the Placement will be used to pay the costs of the capital raising and provide working capital to allow the Company to continue to work diligently towards completing the proposed merger with Lodestone Equities Limited and the development of the Company's large magnetite resources in South Australia.

Commenting on the success of the Placement, Executive Chairman, Gordon Toll said "We are indeed heartened by the overwhelming response the Company has received from the investment community, who have acknowledged our project strategy in such a meaningful way. We continue to push ahead to high grade magnetite delivery".

For further information contact:

Gordon Toll
Chairman and Chief Executive Officer
+61 8 8427 0516

Peter Schubert
Executive Director – Investor Relations &
Capital Development
+61 416 375 346