



**ASX RELEASE**

19 December 2017



**SOVEREIGN  
METALS LIMITED**  
ASX:SVM

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## **COMPLETION OF PLACEMENT TO FUND MALINGUNDE TECHNICAL STUDIES**

Sovereign Metals Limited (“Sovereign” or “the Company”) is pleased to announce that it has completed the second tranche of its previously announced placement of 59.1 million shares at an issue price of \$0.11 per share to raise \$6.5 million (“Placement”).

The second tranche of the Placement, comprising 20.1 million shares to Institutional and Sophisticated investors to raise gross proceeds of \$2.2 million, was completed today following shareholder approval at a General Meeting held on 8 December 2017.

Proceeds from the Placement will be used to expedite development of the Company’s 100% owned Malingunde Flake Graphite Project in Malawi, enabling completion of all technical works associated with pre-feasibility and definitive feasibility studies.

A Section 708A Notice is attached.

**ENQUIRIES:**

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***Dr Julian Stephens – Managing Director***

***Dominic Allen – Business Development Manager***

***Not for release in the United States***

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***Forward Looking Statements***

*This announcement may include forward-looking statements. These forward-looking statements are based on Sovereign's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Sovereign, which could cause actual results to differ materially from such statements. Sovereign makes no undertaking to subsequently update or revise the forward-looking statements made in this announcement, to reflect the circumstances or events after the date of that announcement.*



## Notice Under Section 708A

Sovereign Metals Limited (“the Company”) has today issued 1,747,345 fully paid ordinary shares. The issued shares are part of a class of securities quoted on Australian Securities Exchange (“ASX”).

The Company hereby notifies ASX under paragraph 708A(5)(e) of the Corporations Act 2001 (Cwth) (the “Act”) that:

1. the Company issued the securities without disclosure to investors under Part 6D.2 of the Act;
2. as at the date of this notice, the Company has complied with the provisions of Chapter 2M of the Corporations Act as they apply to the Company, and section 674 of the Act; and
3. as at the date of this notice, there is no information that is “excluded information” within the meaning of sections 708A(7) and (8) of the Act.