

\$2.0M OPTION UNDERWRITING TO UNDERPIN COBALT DRILLING PROGRAMS IN USA

*First drill rig to arrive next week at high-grade Colson Project, Idaho Cobalt Belt;
second rig to follow shortly thereafter*

Highlights

- Underwriting agreement executed in relation to the remaining ~\$2.0M of unlisted NWC options expiring on 31 July 2018
- Funds raised will ensure upcoming drilling programs at the Company's high-grade cobalt projects in Idaho and Nevada, USA are fully funded
- First drilling rig scheduled to be mobilised to the Colson Cobalt-Copper Project in Idaho next week
- A second rig will be mobilised to the Colson Project shortly thereafter, to expedite the Company's maiden 5,000-7,500m diamond drilling program
- The Company's maiden drilling program at the Goodsprings Copper-Cobalt Project in Nevada is scheduled to follow in Q4 2018

New World Cobalt Limited (ASX: NWC) ("**New World Cobalt**" or "**the Company**") is pleased to advise that it has entered into an underwriting agreement with Hartleys Limited ("**Hartleys**") in relation to the Company's unlisted options that expire on 31 July 2018 ("**the Underwriting**").

The underwritten options comprise ~40.07 million options exercisable at \$0.05 each on or before 31 July 2018 ("**the Options**") which were issued to NWC shareholders as part of a 1-for-3 loyalty bonus issue in August 2017. The Underwriting provides a level of certainty that the Company will be able to raise gross proceeds of ~\$2.0 million from the outstanding Options.

A maiden drilling program is imminent at the Company's Colson Cobalt-Copper Project in Idaho and will be followed by initial drilling at the Goodsprings Copper-Cobalt Project in Nevada in Q4 2018. The Underwriting will ensure that these programs are fully-funded, while also providing additional funds to progress systematic exploration programs to build a pipeline of drilling targets at these, and other projects in North America.

The Options expire on 31 July 2018 and option holders are advised to contact the Company Secretary in advance of this date with any queries in relation to the exercise of the Options.

New World Cobalt Limited
ABN 23 108 456 444

ASX Code: NWC

Directors and Officers

Richard Hill – Chairman
Mike Haynes – Managing Director/CEO
Scott Mison – Non-Executive Director
Ian Cunningham – Company Secretary

Capital Structure

Shares: 458.4m
Share Price (19/7/18): \$0.059

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Projects

- Colson Cobalt-Copper Project, Idaho, USA
- Goodsprings Copper-Cobalt Project, Nevada, USA
- Hazelton Cobalt-Copper-Gold Project, British Columbia, Canada
- Grapevine Cobalt-Nickel-Copper Project, Arizona, USA



Update on Drilling Program at the Colson Cobalt-Cobalt Project in Idaho, USA

On 28 June 2018 the Company received all permit approvals required to undertake its maiden drilling program at the high-grade Colson Cobalt-Copper Project, located in North America's premier cobalt district – the Idaho Cobalt Belt, USA.

Since then a contractor has been repairing the existing access roads and tracks, as well as preparing drill pads, which will be used throughout the drilling program. With this work almost complete, the first drilling rig is scheduled to mobilise to site next week.

A second rig will be mobilised as soon as it becomes available – most likely in early August. This will expedite the planned 5,000-7,500m diamond core drilling program.

The availability of two drilling rigs at the Colson Project should ensure considerable news-flow over the coming months.

Underwriting – Additional Information

Pursuant to the Underwriting agreement, Hartleys will receive a fee of 6% of the underwritten amount. The Underwriting agreement contains standard termination provisions for an agreement of this nature.

It is anticipated that the Company will announce the number of shares to be issued as a result of the Underwriting on or about 14 August 2018.

For further information please contact:

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Forward Looking Statements

Any forward-looking information contained in this news release is made as of the date of this news release. Except as required under applicable securities legislation, New World Cobalt does not intend, and does not assume any obligation, to update this forward-looking information.