

## Issue of Shares under Placement

### Information Required Under ASX Listing Rule 3.10.5A

Astro Resources NL ACN 007 090 904 (**Astro**) is pleased to advise that it has completed the placement announced on 14 December 2018, raising a total of \$905,800 before costs and expenses (**Placement**). In addition, the Company has paid an entity the amount of \$21,607 by way of Astro shares.

Pursuant to the Placement, Astro has today issued a total of 386,419,463 of which 9,002,800 was used to pay the external consultant its fees fully-paid ordinary shares to certain strategic investors identified by the Board.

The Board is extremely pleased with the outcome of the Placement particularly as all available shares have been issued and now look forward to moving the Company forward to meet its stated objectives outlined in the Prospectus dated 13 December 2018.

Pursuant to ASX Listing Rule 3.10.5A, Astro provides the following information in respect of the shares issued today under the Placement (**Placement Shares**):

- (a) the dilutive effect of the issue of the Placement Shares on existing shareholders of the Company is as follows:

	No. of ordinary shares	% of total ordinary shares on issue on completion of Placement
Number of ordinary shares on issue prior to the Placement	885,677,852	69.62%
Number of Placement Shares pursuant to placement capacity under Listing Rule 7.1	132,851,678	10.44%
Number of Placement Shares pursuant to placement capacity under Listing Rule 7.1A	88,567,785	6.96%
Number of Placement Shares issued with shareholder approval under Listing Rules 7.1 and 7.3	165,000,000	12.97%
Total number of ordinary shares on issue immediately following the Placement	1,272,097,315	100.0%
<i>Total percentage dilution on existing shareholdings as a result of the Placement: 30.38%</i>		

In relation to the portion of Placement Shares issued under Listing Rule 7.1A, the approximate percentages of the issued capital of the Company following completion of the Placement, held by pre- Placement shareholders and new shareholders are as follows:

- pre- Placement security holders who did **not** participate in the placement – nil%
- pre- Placement security holders who did participate in the placement – 100%

- participants in the placement who were not previously security holders – 100%.
- (b) the Board of Astro decided to raise capital pursuant to the Placement, as opposed to a rights issue or other type of issue in which existing Security Holders would have been eligible to participate for the following reasons:
- approaches to certain existing security holders indicated that they would not in a position to provide the necessary support;
  - a number of the Pre Placement security holders were looking for certainty of investment and as such, the Placement was considered to be the most expedient manner in which to achieve the necessary funding;
  - a rights issue would most likely have resulted in Gun Capital Management Pty Ltd converting its debt into equity. In the opinion of the Board, any capitalisation would have been highly dilutive to existing shareholders and as such, resulted in a further increase in control over the Company by Mining Investments Limited and Gun Capital Management Pty Ltd (“**Khour**i Group”); and
  - the Placement results in an increase in spread in shareholders;
- (c) no underwriting arrangements were in place for the Placement.
- (d) legal costs of approximately \$25,000 (excluding GST and disbursements) is payable by the Company in connection with the Placement. In addition, a further \$21,607.00 satisfied by the issue of 9,002,800 Astro shares is to be issued to an entity for its assistance in facilitating introductions to a number of investors who participated in the Placement.

For further information, please contact:

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