

ASX Announcement

8 March 2019



Non-Renounceable Rights Issue to Raise Up to approximately \$4.381 million

Alta Zinc Ltd (**ASX: AZI** or **Company**) is pleased to announce that it will be undertaking a 4 for 5 non-renounceable pro-rata rights issue of fully paid ordinary shares (**New Shares**) at an offer price of \$0.004 (0.4 cent) per New Share (**Offer Price**) to raise up to approximately \$4.381 million (before costs) (**Rights Issue**).

The Rights Issue is being undertaken to provide the Company with funding to undertake the following activities as part of its ongoing strategy for advancing the Gorno Project:

- conduct a resource definition drilling campaign for Pian Bracca, the highest priority exploration target within the Gorno Project Area to the east of the existing Colonna Zorzone deposit;
- subject to receiving positive results from the drilling campaign, incorporate the interpretations and conclusions into an “upscaled” development plan for the Gorno Project;
- in parallel with the above resource definition related work, complete the winter environmental baseline monitoring required to finalise the Environmental Impact Assessment; and
- finalise the application and renewal of the Monica Mining licence and other exploration licences at the Gorno Project.

In addition to the work on the Company's flagship Gorno Project, the funds will also be applied to:

- evaluate the potential of Punta Corna, the site of historic cobalt mining in Piedmont, northern Italy where the Company announced positive “maiden” sampling results late last year;
- continue value enhancing activities on exploration projects held in Australia; and
- meet general working capital requirements as they arise.

The Rights Issue is an offer to all shareholders on the Company's share register as at 7.00pm AEDT on 13 March 2019 (**Eligible Shareholders**) to apply for New Shares at an Offer Price representing a 33% discount to the closing share price on the ASX (\$0.006) on 7 March 2019. The Offer Price represents a 32% discount to the 10 day volume weighted average share price on the 10 trading days prior to the date of this announcement.

Further information regarding the Rights Issue is included in the Offer Document released to ASX today (**Offer Document**). A copy of the Offer Document will be sent to Eligible Shareholders on 18 March 2019.

Following completion of the Rights Issue and assuming Eligible Shareholders take up their entitlement in full, the Company will have issued approximately 1,095,172,566 New Shares, resulting in a total of approximately 2,464,138,274 shares on issue. This number excludes any allowance for shares issued in the event that any option holders exercise their right to convert their securities to ordinary shares prior to the record date (7.00pm AEDT on 13 March 2019). All entitlements will be rounded up to the nearest whole number of New Shares. The New Shares will rank equally with all other fully paid ordinary shares of the Company from the date of allotment.

Like many investments in mining exploration companies, an investment in the Company involves risks. A number of these are summarised in the Offer Document, including but not limited to risks associated with the development of the Company's Gorno Project, financing, approvals processes, going concern and exploration risks.

An Appendix 3B in relation to the Rights Issue and a notice under section 708AA(2)(f) of the Corporations Act 2001 (Cth) will be lodged with ASX.

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Further details about the Rights Issue are set out in the Offer Document.

Timetable

The timetable for the Rights Issue is set out in the table below:

Announcement of the Rights Issue	8 March 2019
Ex Date	12 March 2019
Record Date to determine Rights	7.00pm (AEDT) on 13 March 2019
Offer Document and Entitlement and Acceptance Form dispatched Opening date of the Rights Issue	18 March 2019
Closing Date – last date for lodgement of Entitlement and Acceptance Forms and Application Money	5.00pm (AEDT) on 5 April 2019
Trading of New Shares commences on a deferred settlement basis	8 April 2019
ASX notified of under-subscriptions	10 April 2019
Issue of New Shares and despatch of transaction confirmation statements for New Shares	12 April 2019
Normal trading of New Shares expected to commence on ASX	15 April 2019

For and on behalf of the board:

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