

8 March 2019



The Manager
Company Announcements Office
ASX Limited

Alta Zinc Limited – Notice under section 708AA(2)(f) of the Corporations Act 2001 (Cth)

Alta Zinc Limited ACN 078 510 988 (**Company**) has today formally announced a pro-rata non-renounceable rights issue of approximately 1,095,172,566 fully paid, ordinary shares, each at an issue price of \$0.004 (0.4 cent) per share on the basis of four (4) new ordinary shares (**New Shares**) for every five (5) existing ordinary shares which are held as at 7.00pm (AEDT) on 13 March 2019 (**Record Date**) by shareholders (**Rights Issue**).

This notice is given by the Company under section 708AA(2)(f) of the *Corporations Act 2001* (Cth) (**Corporations Act**) as notionally modified by ASIC Corporations Instruments 2016/73 and 2016/84.

The Company gives notice that:

- (a) the Company will offer the shares under the Rights Issue without disclosure to investors under Part 6D.2 of the Corporations Act;
- (b) as at the date of this notice, the Company has complied with:
 - (i) Chapter 2M of the Corporations Act insofar as they apply to the Company; and
 - (ii) section 674 of the Corporations Act;
- (c) as at the date of this notice, there is no excluded information (as defined in section 708AA(8) of the Corporations Act) which is required to be disclosed by the Company; and
- (d) the Rights Issue may have an effect on the control of the Company, and the consequences of that effect will depend on a number of factors, including investor demand and existing shareholdings.

Further to paragraph (d) above, the Company notes that:

- 1 Based on information available to the Company, the current substantial shareholders of the Company as at the date of this notice are:

Substantial shareholder	Shareholding	Shareholding %
Alexander Burns and associates	251,724,730	18.39
VBS Exchange Pty Limited and associates	159,545,454	11.65
Westoz Funds Management Pty Ltd	78,980,000	5.77
Malvasia Pty Ltd <The Spyder Super Fund A/c> ¹	73,722,061	5.39

1. Mr Marcello Cardaci, a Director of the Company, has informed the Company he has an indirect interest in the Shares held by Malvasia Pty Ltd (by virtue of being a beneficiary of the Spyder Super Fund of which Malvasia Pty Ltd is the trustee).

2 The Rights Issue may have the following impact on shareholders and otherwise control of the Company:

- a. if all eligible shareholders take up their full entitlement under the Rights Issue, they will maintain their existing percentage interest in the total issued share capital of the Company;
- b. in the event that there is a shortfall, eligible shareholders who do not take up their entitlement in full may be diluted relative to those shareholders who apply for some or all of their entitlement. The extent of dilution will depend on the extent to which eligible shareholders take up their entitlement and the extent to which additional shares are issued under the shortfall facility;
- c. The table below sets out each substantial shareholders relevant interest, voting power as at the date of this notice, entitlement to New Shares under the Rights Issue and voting power if the substantial shareholder subscribes for their Entitlement in full and no other eligible shareholders take up any of their rights and no other New Shares are issued:

Substantial shareholder	Shareholding as at the date of this Offer Document	Shareholding % at the date of this Offer Document	Entitlement	Shareholding % if full Entitlement subscribed for no other Eligible Shareholders take up any of their Rights: ¹
Alexander Burns and associates	251,724,730	18.39	201,379,784	28.85
VBS Exchange Pty Limited and associates	159,545,454	11.65	127,636,364	19.19
Westoz Funds Management Pty Ltd	78,980,000	5.77	63,184,000	9.93
Malvasia Pty Ltd <The Spyder Super Fund A/c> ²	73,722,061	5.39	58,977,648	9.29

1. Calculations rounded up.

2. Mr Marcello Cardaci, a Director of the Company, has informed the Company he has an indirect interest in the Shares held by Malvasia Pty Ltd (by virtue of being a beneficiary of the Spyder Super Fund of which Malvasia Pty Ltd is the trustee)

- d. save as noted above, so far as the Company is aware, no one shareholder will as a result of the Rights Issue increase its voting power from below 20% to above a 20% interest in the Company, and the Rights Issue is not otherwise expected to have a significant effect on the control of the Company.

By order of the board of Alta Zinc Limited



Stephen Hills
Finance Director and Company Secretary