



TROY RESOURCES LIMITED

ASX ANNOUNCEMENT

7 May 2019

PRIVATE PLACEMENT TO INSTITUTIONAL AND SOPHISTICATED INVESTORS

Troy Resources Limited (**ASX: TRY**) (**Troy** or the **Company**) is pleased to announce that it has received commitments in respect of the private placement of 89 million shares to institutional and sophisticated investors.

The shares, which are to be issued at a price of 8.5 cents per share, which was the last price at which the shares traded before the Company was placed in Trading Halt, will see Troy raise approximately \$7.57 million (before costs).

The funds raised will largely be applied to accelerating the exploration effort at Troy's highly prospective Ohio Creek Prospect within the Karouni Project, Guyana. Here the Company has, in a short period of time, delineated a gold mineralised target of variously high grade and, in places, shallow depth extending thus far over a strike length of 950 metres and still open in all directions.

Some funds will also be applied to earlier stage exploration at the Company's nearby Gem Creek, Upper Itaki and Goldstar Prospects, to the completion of the cut-back at the Smarts 3 pit, and to completion of construction of a haul road from the Ohio Creek Prospect to the Karouni Mill some ten kilometres away.

Of the shares to be placed, the majority - 74.5 million - will be issued to M&G Investments, one of the UK's largest and longest established investment houses with approximately £286 billion under management (as at 30 June 2018) and with more than 80 years' investment management experience.

As such, M&G will become the Company's largest shareholder with approximately 12.6% of issued capital on an undiluted basis.

Ruffer, Troy's previous largest shareholder, will also participate in the raise and maintain its current shareholding in the Company of approximately 8.2% (undiluted).

The placement is being made out of the Company's currently available placement capacity under ASX Listing Rules 7.1 (69,142,137 shares) and 7.1A (19,857,863 shares).

The placement was facilitated by CED Capital Limited, London.



Troy CEO and Managing Director, Mr Ken Nilsson, said today:

“We are delighted to have successfully completed this capital raise.

“The new funds will enable us to significantly ramp up the exploration effort at Ohio Creek and nearby exploration prospects.

“Indeed, we will soon have four drill rigs on site – two reverse circulation rigs, one diamond rig and one scout rig.

“Such activity should see resource modelling at Ohio Creek commence sooner rather than later.”

Troy Non-Executive Chairman, Mr Peter Stern, added:

“For Troy to have attracted an investor of the calibre of M&G as a shareholder is, we believe, a testament to the prospectivity of our exploration ground at Karouni and the future of the Company.

“We are delighted to welcome M&G as our new major shareholder.

“We also greatly appreciate the ongoing support of Ruffer as well as other subscribers to this placement, each of them current Troy shareholders.”

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This announcement concludes the Trading Halt for the Company’s securities which can now be lifted.

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