

NOT FOR RELEASE TO US WIRE SERVICES OR DISTRIBUTION IN THE UNITED STATES

DESPATCH OF RETAIL ENTITLEMENT OFFER DOCUMENT

Paringa Resources Limited (Paringa or Company) (ASX: PNL) is pleased to advise that it has today dispatched the retail entitlement offer document (**Retail Entitlement Offer Document**) and personalised entitlement and acceptance form to retail shareholders eligible to participate in the retail component (**Retail Entitlement Offer**) of its 1 for 4 pro-rata accelerated non-renounceable entitlement offer (**Entitlement Offer**) as announced to ASX on 18 September 2019.

The Retail Entitlement Offer opens today and closes at 5.00pm (WST) on 4 October 2019 (unless extended).

The Retail Entitlement Offer is available to retail shareholders whose registered address is in Australia and New Zealand as recorded with the Company's share registry as at 5.00pm (WST) on 20 September 2019 (**Record Date**) (**Eligible Retail Shareholders**).

Eligible Retail Shareholders are being invited to subscribe for 1 new share for every 4 shares held on the Record Date at an offer price of A\$0.07 per new share. The offer ratio and offer price for new shares under the Retail Entitlement Offer are the same as for the Institutional Entitlement Offer.

Eligible Retail Shareholders wishing to participate in the Retail Entitlement Offer should carefully read the Retail Entitlement Offer Document for further information regarding the Retail Entitlement Offer.

For further information, contact:

Egan Antill

Chief Executive Officer

ellantill@paringaresources.com

Dominic Allen

Vice President, Finance

dallen@paringaresources.com

Summary Information

*The following disclaimer applies to this announcement and any information contained in it (the **Information**). The Information in this announcement is of general background and does not purport to be complete. It should be read in conjunction with Paringa's other periodic and continuous disclosure announcements lodged with ASX Limited, which are available at www.asx.com.au. You are advised to read this disclaimer carefully before reading or making any other use of this announcement or any Information contained in this announcement. In accepting this announcement, you agree to be bound by the following terms and conditions including any modifications to them.*

Forward Looking Statements

This announcement may include forward-looking statements. These forward-looking statements are based on Paringa's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Paringa, which could cause actual results to differ materially from such statements. Paringa makes no undertaking to subsequently update or revise the forward-looking statements made in this announcement, to reflect the circumstances or events after the date of this announcement.

Not for release or distribution in the United States

This announcement has been prepared for publication in Australia and may not be released to US wire services or distributed in the United States. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, the registration requirements of the US Securities Act and applicable US state securities laws.