



## **FIRM COMMITMENTS FOR PLACEMENT OF \$2.4M WILL BRING TOTAL RAISED TO \$3M FOR ACQUISITION OF ADVANCED ZINC PROJECTS IN SPAIN**

### **Key Highlights**

- Tranche 2 commitments for a Placement of \$2.4m secured, to be issued upon shareholder approval
- In addition to the Tranche 1 Placement of \$0.6m already raised (announced 29/7/19), brings total Placement amount to \$3m
- The recently announced acquisition of the advanced Novales-Udias Zinc Project in Cantabria, Spain hosts multiple zinc soil anomalies over 2km long and close to 1km wide and up to 17% Zn around the former producing Novales Mine.
- Novales is adjacent to the world class Reocin deposit (62Mt at 8.7% Zn & 1% Pb)

Variscan Mines Limited ('**Variscan**' or the '**Company**') (ASX:VAR) is pleased to announce that the Company has received firm commitments from investors for a placement to raise \$2,425,000 million (before costs), through the issue of 1,212,500,000 ordinary shares at a price of \$0.002 per ordinary share (the '**Placement**'). Patersons Securities Limited acted as lead manager to the Placement.

The Placement, to institutional and sophisticated investors, will increase the total funds raised in conjunction with the acquisition of the advanced Spanish Zinc assets to \$3million, with \$0.6 million already raised in July 2019 (refer ASX announcement dated 29 July 2019). Members of the Board have agreed to contribute \$250,000, which will require separate resolutions to be included in the upcoming Annual General Meeting.

This Placement is subject to shareholder approval and will be included in the Company's Notice of Annual General Meeting, expected to be dispatched shortly. The placement will not utilise the Company's existing placement capacity under listing rules 7.1 or 7.1A.

The funds raised will assist with fast-tracking the acquisition and exploration of the advanced zinc projects in Spain. Upon receipt of shareholder approval to finalise the acquisition, it is expected that fieldwork would commence shortly thereafter at the Novales-Udias Zinc Project in the Cantabria Region of Spain, which is located adjacent to the world class Reocin Deposit (62Mt at 8.7% Zn & 1% Pb). Fieldwork will include additional surface mapping, soils and rock-chip sampling to refine drilling targets for an upcoming initial drill program.

**ENDS**

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Variscan Mines Limited (ASX: VAR) is a growth oriented, natural resources company focused on the acquisition, exploration and development of high quality strategic mineral projects. The Company has compiled a portfolio of high-impact base-metal interests in Spain, Chile and Australia.

The Company's name is derived from the Variscan orogeny which was a geologic mountain building event caused by Late Paleozoic continental collision between Euramerica (Laurussia) and Gondwana to form the supercontinent of Pangea.

**Competent Persons Statement**

Where reference is made to previous releases of exploration results in this announcement, the Company confirms that it is not aware of any new information or data that materially affects the information included in those announcements and all material assumptions and technical parameters underpinning the exploration results included in those announcements continue to apply and have not materially changed.