## **Announcement Summary**

# **Entity name**

MAGMATIC RESOURCES LIMITED

## **Announcement Type**

New announcement

#### Date of this announcement

Wednesday February 12, 2020

# The Proposed issue is:

Total number of +securities proposed to be issued for a placement or other type of issue

ASX +Security Code	+Security Description	Maximum Number of +securities to be issued
MAG	ORDINARY FULLY PAID	16,666,667

# Proposed +issue date

Thursday February 20, 2020

Refer to next page for full details of the announcement

## Part 1 - Entity and announcement details

#### 1.1 Name of +Entity

MAGMATIC RESOURCES LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

## 1.2 Registered Number Type

Registration Number

ABN

32615598322

1.3 ASX issuer code

MAG

1.4 The announcement is

☑ New announcement

#### 1.5 Date of this announcement

Wednesday February 12, 2020

#### 1.6 The Proposed issue is:

☑ A placement or other type of issue

#### Part 7 - Details of proposed placement or other issue

#### Part 7A - Conditions

7A.1 - Are any of the following approvals required for the placement or other type of issue?

- +Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity

☑ No

Part 7B - Issue details

Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?

Existing class

Will the proposed issue of this +security include an offer of attaching +securities? ☑ No

Details of +securities proposed to be issued

#### **ASX +Security Code and Description**

MAG: ORDINARY FULLY PAID

Maximum Number of +securities proposed to be issued

16,666,667

#### Purpose of the issue

The funds raised pursuant to the Placement will be utilised primarily to progress the Company¿s exploration activities at its copper/gold exploration assets, including the Lady Ilse Prospect within the Wellington North Project, in the East Lachlan province in New South Wales, and for working capital.

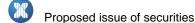
#### Offer price details for retail security holders

In what currency is the cash consideration being paid?

What is the issue price per +security?

AUD - Australian Dollar

AUD 0.30000



Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class? 
☑ Yes

Oversubscription & Scale back details

May a scale back be applied to this event? 

⊗ No

Part 7C - Timetable

#### 7C.1 Proposed +issue date

Thursday February 20, 2020

Part 7D - Listing Rule requirements

7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the issue under listing rule 7.1? 

⊗ No

7D.1b Are any of the +securities proposed to be issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1? 

✓ Yes

7D.1b (i) How many +securities are proposed to be issued without security holder approval using the entity's 15% placement capacity under listing rule 7.1?

1,317,767 ordinary shares

7D.1c (i) How many +securities are proposed to be issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A?

15,348,900 ordinary shares

7D.1c (ii) Please explain why the entity has chosen to do a placement rather than a +pro rata issue or an offer under a +security purchase plan in which existing ordinary +security holders would have been eligible to participate

The Shares were placed to professional and sophisticated investor clients of Hartleys Limited and other brokers as it was considered to be a more efficient mechanism for raising the funds for the Placement in a timely manner. The Placement did not expose the Company to market volatility that might have been experienced over a more protracted raising process such as an entitlements issue. In addition the Placement was completed to strengthen the share register.

7D.2 Is a party referred to in listing rule 10.11.1 participating in the proposed issue? 
⊗ No

7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules? 
⊗ No

# 7D.4 Will any of the +securities to be issued be subject to +voluntary escrow?

<b>7E.1 Will t ℰ</b> Yes	here be a lead manager or broker to the proposed issue?	
7E.1a Who is the lead manager/broker?		
Hartleys I	imited	
7E.1b Wh	at fee, commission or other consideration is payable to them for acting as lead manager/broker?	
	ds raised. A Corporate Advisory fee of \$50,000 to the Company's corporate advisor. The Company will issu 2mil unlisted 3 year options exercisable at a 40% premium to 5 day VWAP on 12 Feb 2020 on standard terr tions.	
7E.2 Is the ☑ No	e proposed issue to be underwritten?	

Part 7F - Further Information

7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds?  $\ensuremath{\mathfrak{C}}$  No

7F.2 Any other information the entity wishes to provide about the proposed issue