

ENTITLEMENT OFFER CLOSES OVERSUBSCRIBED

HIGHLIGHTS

- **Black Rock receives strong support from existing shareholders**
- **A total of \$2.4m applied for under the Entitlement Offer**
- **Entitlement offer raise capped at \$1.65m**

Tanzanian graphite developer Black Rock Mining Limited (ASX:BKT) (Black Rock or the Company) is pleased to announce, that the fully underwritten non-renounceable Entitlement Offer to raise approximately \$1.65 million announced by the Company on 3 July 2020, closed on Tuesday, 4 August 2020. Under the terms of the Entitlement Offer Eligible Shareholders were entitled to apply for one (1) New Share at an issue price of \$0.042 (4.2 cents) for every sixteen (16) shares held on the Record Date. Each Sixteen (16) New Shares issued under the terms of the Entitlement Offer receive one (1) free attaching New Option exercisable at \$0.084 (8.4 cents), expiring three (3) years after the issue date.

Under the Entitlement Offer the Company offered a maximum of 39,308,982 new shares to raise approximately \$1.65 million. Black Rock received total applications under the Entitlement Offer (including entitlement and additional applications under the Top Up Facility) for 58,010,555 new fully paid ordinary shares amounting to total subscriptions of \$2,436,443.31.

The board of Black Rock has agreed to accept all the applications including the additional applications under the Top Up Facility up to the maximum allowable under the Entitlement Offer Prospectus. The Company has accepted 27,957,488 shares from shareholders under their 1-for-16 Entitlement and accepted a further 11,303,536 shares as a result of the additional applications under the Top Up Facility. Therefore, as a result there is no shortfall for the Company's Underwriter, Lazarus Corporate Finance Pty Limited, to place and fulfill.

The board has determined that the most appropriate allocation of the over subscriptions is based on a pro-rata of each shareholders application under the Top Up Facility as a ratio and percentage of their total additional applications received under the Top Up Facility. Refunds over and above the maximum total allowable under the Prospectus will be returned to shareholders next week.

Black Rock Managing Director and CEO, John de Vries, said:

"On behalf of the Board of Black Rock I am very grateful and humbled by the tremendous support and endorsement we have received by having 100% of our Entitlement Offer accepted by our existing shareholders. I look forward to providing our shareholders with further market updates on the development of the Company's Mahenge Graphite Project".

Below is a table outlining the effects of the Entitlement Offer on the ordinary share capital of the Company:

EVENT	NO. OF SHARES
Shares currently on issue	628,943,708
Shares offered under the Entitlement Offer	39,261,024
Entitlement Shares applied for under the Entitlement Offer	27,957,488
Additional (Top Up Facility) shares applied for under the Entitlement Offer	11,303,536
Shortfall shares to be allocated to the Underwriter and Lead Manager	NIL
TOTAL SHARES ON ISSUE AFTER COMPLETION OF THE ENTITLEMENT OFFER	668,204,732

One (1) New Option will be issued for every three (3) New Shares subscribed for and issued, exercisable at \$0.084 (8.4 cents) per New Option and expiring three (3) years after the issue date. The total number of New Options to be issued is approximately 39,308,982 (subject to rounding), the options will be unquoted. The entitlement offer shares and options are expected to be issued on 11 August 2020.

This ASX release was authorised on behalf of the Black Rock Board

John de Vries, Managing Director & CEO

For more information:

John de Vries
Chief Executive Officer
Black Rock Mining
 +61 438 356 590
jd@blackrockmining.com.au

Elvis Jurcevic
Investor Relations
irX Advisors
 +61 408 268 271
ej@irxadvisors.com

About Black Rock Mining

Black Rock Mining Limited is an Australian based company listed on the Australian Securities Exchange (ASX:BKT). The Company currently has a 100% interest in the Mahenge Graphite Project (the "Project") located in Tanzania. The Project has a JORC compliant Mineral Resource Estimate of 212m tonnes at 7.8% TGC. It also has Ore Reserves of 70m tonnes at 8.5% TGC. The Ore Reserves support a mine life of up to 350k tonnes of graphite per annum for a reserve life of 16 years. Since the release of the Mineral Resource Estimate, the Company confirms that it is not aware of any new information or data that materially affects the Mineral Resource Estimate.

In October 2018, the Company released a Definitive Feasibility Study (DFS) for the Project, which was based on strong customer demand. This DFS was enhanced in July 2019, and demonstrates exceptional financial metrics including:

- *Low Capex:* Lowest peak capital expenditure of US\$116M for phase one*;
- *High Margin:* AISC margin of 63.1%;
- *Low Technical Risk:* Substantial pilot plant operations run of 110 tonnes; and
- *Superior Economics:* IRR of 44.8% with NPV₁₀ of US\$1.16bn (A\$1.65bn**).

Following release of the Enhanced DFS in July 2019, the Company confirms that it is not aware of any new data or information that materially affects the results of the Enhanced DFS and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed.

In February 2019, the Company announced receipt of its mining licence for the DFS Project. In May 2019, the Company announced it had substantially allocated planned production with up to 255k tonnes per annum of graphite committed to sale by year three of production, through Pricing Framework Agreements.

The Company is currently progressing financing discussions and detailed engineering with a view to commencing construction of the Project.

JORC Compliant Mineral Resource Estimate and Ore Reserve			
Ore Reserves	Tonnes (Mt)	Grade (% TGC)	Contained Graphite (Mt)
- Proven	0	0.0	0.0
- Probable	70	8.5	6.0
Total Ore Reserves	70	8.5	6.0
Mineral Resources			
- Measured	25.5	8.6	2.2
- Indicated	88.1	7.9	6.9
Total M&I	113.6	8.1	9.1
- Inferred	98.3	7.6	7.4
Total M, I&I	211.9	7.8	16.6



Location of Black Rock's Mahenge Graphite Project in Tanzania

For further information on Black Rock Mining Ltd, please visit www.blackrockmining.com.au

* Forecast Capex has been classified as a Class 3 estimate with accuracy of ±10% as defined by AACE
 ** \$AUD/USD 0.70