

Placement Successfully Completed and Initiation of SPP

Comet Resources Ltd (Comet or the Company) (ASX:CRL) is pleased to announce it has received commitments for a placement of 100,000,000 new fully paid ordinary shares in Comet (Placement Shares) to eligible sophisticated and institutional investors at \$0.02 per New Share (the Placement). The Placement will raise \$2 million (before costs) and is priced at a 9.52% discount to the last closing price of Comet shares on 2 September 2020.

The Placement was well supported by new and existing sophisticated investors and the Company is pleased to welcome strategic investors on to the register. Proceeds raised will be used to fund activities at the Company's Santa Teresa Gold Project and also the Barraba Copper Project, as well as for working capital purposes.

Comet Managing Director, Matthew O'Kane, commented ***"It was great to see strong support for the placement as an endorsement of the Company's recent acquisitions. We are looking forward to commencing exploration including drilling, first at the Barraba Cooper Project once the final permits are issued, and then moving on to the Santa Teresa Gold Project as soon as possible afterwards."***

The Placement Shares are intended to be issued under the Company's refreshed capacity pursuant to ASX Listing Rule 7.1 and 7.1A. The Placement Shares to be issued under 7.1A are conditional on the minimum pricing condition under ASX Listing Rule 7.1A.3 being satisfied. Where this does not occur, the issue of those Placement Shares will be subject to Shareholder approval at the Company's forthcoming Annual General Meeting (AGM). The Company is seeking to complete the Placement under its refreshed capacity following shareholder approval at the General Meeting of Shareholders (GM) to be held on 21 September 2020. Settlement of the Placement is expected shortly after the GM with allotment expected to occur and normal trading of those shares expected to commence thereafter. Placement Shares issued under the Placement will rank equally with existing Comet ordinary shares from their date of issue.

Share Purchase Plan

Comet proposes to offer existing eligible shareholders the opportunity to participate in a non-underwritten share purchase plan (SPP) to raise up to \$500,000¹. Under the SPP, eligible Comet shareholders, being shareholders with a registered address in Australia or New Zealand on Comet's register as at 5.00pm (AWST) on Wednesday, 9 September 2020, will have the opportunity to apply for up to \$30,000 of New Shares at an offer price of \$0.02 per New Share. The SPP price equates to approximately a 10.13% discount to the 5-day volume weighted average market price of the Company's Shares as traded on the ASX immediately prior to the announcement of the SPP.

The SPP offer period will open on Thursday, 10 September 2020 and is expected to close at 5.00pm (AWST) on Thursday, 1 October 2020.

The terms and conditions of the SPP will be set out in the SPP offer booklet, which is expected to be released to the ASX and dispatched to eligible shareholders via their preferred method of contact on Thursday, 10 September 2020.

¹As the SPP is not underwritten, the SPP may raise more or less than this amount. If the SPP raises more than \$500,000, Comet may decide in its absolute discretion to accept applications (in whole or in part) that result in the SPP raising more than \$500,000. If Comet decides to conduct any scale back of applications, for example because the aggregate amount applied for under the SPP exceeds Comet's requirements, the scale back will be applied on a pro rata basis to shareholdings of participating eligible shareholders at the record date for the SPP.

SPP Key Dates²

EVENT	DATE
Record date for the SPP	5.00pm (AWST), Wednesday, 2 September 2020
Settlement of Placement shares	Thursday, 17 September 2020
Allotment and normal trading of Placement shares	Tuesday, 22 September 2020
SPP offer opens and SPP offer booklet dispatched	Thursday, 10 September 2020
SPP offer closes	5.00pm (AWST), Thursday, 1 October 2020
Announcement of results of SPP	Thursday, 1 October 2020
SPP allotment date	Friday, 2 October 2020
Normal trading of SPP shares	Monday, 5 October 2020
Dispatch of holding statements	Tuesday, 6 October 2020

²The above timetable is indicative only and subject to change. The commencement and quotation of New Shares is subject to confirmation from ASX. Subject to the requirements of the Corporations Act, the ASX Listing Rules and other applicable rules, Comet reserves the right to amend this timetable at any time, including extending the period for the SPP or accepting late applications, either generally or in particular cases, without notice.

Peloton Capital Pty Ltd (**Peloton Capital**) is engaged as the Lead Manager to the Placement and will receive a distribution fee of 6% on monies raised. The Company will issue Peloton Capital or its nominee, 7.5 million Options at a strike price of \$0.02 and expiring 30 June 2021 and will rank equally with Options to be issued subject to shareholder approval on 21 September 2020.

This announcement has been authorised by the Board of Comet Resources Limited.

For further information please contact:
MATTHEW O'KANE

Managing Director

☎ (08) 6489 1600

✉ comet@cometres.com.au

🌐 cometres.com.au

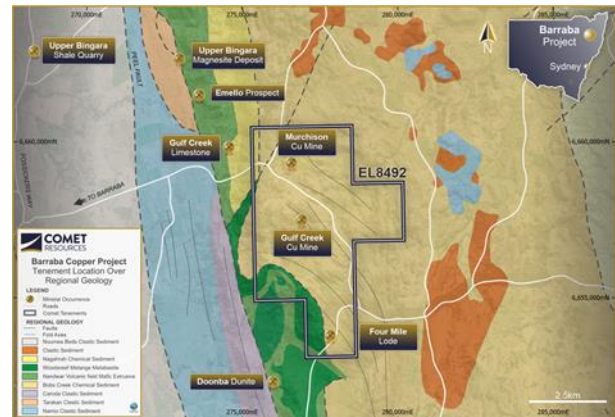
📍 Suite 9, 330 Churchill Avenue Subiaco WA 6008

✉ PO Box 866 Subiaco WA 6904

About Comet Resources

- Barraba Copper Project (NSW)

The 2,375ha exploration license that covers the project area, EL8492, is located near the town of Barraba, approximately 550km north of Sydney. It sits along the Peel Fault line and encompasses the historic Gulf Creek and Murchison copper mines. The region is known to host volcanogenic massive sulphide (VMS) style mineralisation containing copper, zinc, lead and precious metals. Historical workings at Gulf Creek produced high-grade copper and zinc for a short period around the turn of the 19th century, and this area will form a key part of the initial exploration focus.



- Springdale Graphite Project (WA)

The 100% owned Springdale graphite project is located approximately 30 kilometres east of Hopetoun in south Western Australia. The project is situated on free hold land with good access to infrastructure, being within 150 kilometres of the port at Esperance via sealed roads.

The tenements lie within the deformed southern margin of the Yilgarn Craton and constitute part of the Albany-Fraser Orogen. Comet owns 100% of the three tenement's (E74/562 and E74/612) that make up the Springdale project, with a total land holding of approximately 198 square kilometres.



Forward-Looking Statement

This announcement includes forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Comet Resources Limited's planned exploration programs, corporate activities and any, and all, statements that are not historical facts. When used in this document, words such as "could," "plan," "estimate," "expect," "intend," "may," "potential," "should" and similar expressions are forward-looking statements. Comet Resources Limited believes that its forward-looking statements are reasonable; however, forward looking statements involve risks and uncertainties and no assurance can be given that actual future results will be consistent with these forward-looking statements. All figures presented in this document are unaudited and this document does not contain any forecasts of profitability or loss.

No New Information

To the extent that this announcement contains references to prior exploration results and Mineral Resource estimates, which have been cross referenced to previous market announcements made by the Company, unless explicitly stated, no new information is contained. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.