

12 February 2015
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ASX Code: **RER**

CLEANSING STATEMENT

On 11 February 2015, Regal Resources Limited (ASX: **RER**) ("Regal" or the "Company") issued 24,000,000 fully paid ordinary shares ("**Placement Shares**") at \$0.05 (5 cents per share) to persons who come within one of the exemptions set out in Section 708 of the Corporations Act. The proceeds will be applied towards the Kalongwe Copper/Cobalt Project and will also be used to support Regal's regional exploration programmes, business development and provide the Company with funds for general working capital purposes.

The Company gives this notice pursuant to Section 708A(5)(e) of the Corporations Act.

The Placement Shares were issued without disclosure to investors under Part 6D.2, in reliance on Section 708A(5) of the Corporations Act.

The Company, as at the date of this notice, has complied with:

- (a) the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
- (b) Section 674 of the Corporations Act.

There is no excluded information for the purposes of Sections 708A(7) and (8) of the Corporations Act.

INFORMATION UNDER ASX LISTING RULE 3.10.5A

The Company provides the following information in accordance with ASX Listing Rule 3.10.5A in relation to the Placement Shares issued under ASX Listing Rule 7.1A

- (a) Dilution to existing holders of ordinary shares as a result of the issue made under ASX Listing Rule 7.1A

The percentage of the Company's issued capital represented by the issue under ASX Listing Rule 7.1A is 9.64%. The holders of ordinary shares before the issue under ASX Listing Rule 7.1A will hold 91.21% of the issued capital following the issue of the Placement Shares.

- (b) The Company conducted the placement rather than a pro-rata issue or other type of issue in which existing security holders would have been eligible to participate as it was considered a more efficient and expedient manner to raise capital given the Company's circumstances.
- (c) No underwriting arrangements were in place in relation to the issue of the Placement Shares.
- (d) No placement fees are payable.

MEDIA / ASX RELEASE



Yours faithfully

A handwritten signature in blue ink, appearing to read "Ian Pamensky".

**On behalf of the Board of Directors,
Ian Pamensky
Company Secretary**

For further information, please contact:

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About Regal

Regal Resources Limited (ASX: **RER**) is an ASX listed copper explorer with its flagship Kalongwe Project located in the Katanga Province of the Democratic Republic of Congo ("**DRC**") towards the western end of the World Class Central African Copperbelt, situated approximately 15km from Kamoia, considered to be Africa's largest recent high-grade copper discovery, and approximately 45km from the historic copper mining and processing centre at Kolwezi.

The Kalongwe Project is covered by permit PR12198, ownership of which is held by Kalongwe Mining SA, a DRC registered company. Shares in Kalongwe Mining are currently held 30% by Regal, 30% by Traxys and 40% by La Generale Industrielle et Commerciale au Congo SPRL ("GICC"). Exploration and development are jointly funded by Regal and Traxys. Regal and Traxys have the right to acquire a further 20% interest in the Project.