

August 1, 2014

Australian Securities Exchange Limited  
20 Bridge Street  
SYDNEY NSW 2000

### **APPOINTMENT BY QUEENSLAND INDUSTRIAL MINERALS TO MANAGE CAPITAL RAISE**

Chapmans have been engaged by Queensland Industrial Minerals Holdings Limited (QIM) to advise on its capital raising strategy and proposed listing on the ASX.

QIM is an Australian public company established on 31st October 2002 for the purpose of developing a mineralised area known as 'Wateranga'. The Wateranga Project area contains significant quantities of high quality Ilmenite, Feldspar, Apatite and Zircon in an eluvial style deposit (unconsolidated) surrounding the 'Wateranga Gabbro'. The Gabbro is approximately 5km wide by 6km long and is characterised by an outcrop some 1.6km long, 600m wide and 120m high.

QIM has committed to developing its Wateranga industrial minerals project into an operating mine. The project will produce a range of high quality mineral products that will continue to grow in demand.

QIM is actively sourcing additional funds to develop the Wateranga Project. Chapmans have been engaged on an exclusive mandate to manage the pre-IPO private capital raising and following that the IPO (to raise in total approximately \$15 million) and listing on the ASX. QIM have engaged Thomson Geer as its lawyers for the capital raising and listing on the ASX. Chapmans are currently meeting with brokers to manage the IPO.

The indicative timetable is:

1.	Pre-IPO offer opens	1 August 2014
2.	Closing and settlement of pre-IPO capital raising	15 August 2014
3.	Offer under IPO opens	18 September 2014
4.	Offer under IPO closes	3 October 2014
5.	Listing Date	17 October 2014

Funds raised through the IPO will be used to:

- Further convert more of the unconsolidated resource into proven reserves;
- Commence detailed drilling on the hard rock portions of the mineral development lease;
- Complete a bulk testing and processing program to identify various design parameters allowing engineering design to be completed;
- Complete final engineering design of a processing plant and the construction and installation of that plant.

QIM's longer term strategy is to identify and develop other industrial minerals opportunities in the southern Queensland region that are synergistic with the company's current assets, thereby building long term wealth.

Yours faithfully

**Chapmans Limited**



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**Peter Dykes**  
Chairman

### **About Chapmans**

Chapmans (ASX code: CHP) is an ASX listed specialist investment and finance company engaged in high yielding special situation investments across a diverse range of industries including resources, property and technology.

The Company's investment philosophy and approach are based on a unique mix of high conviction and special situation features, characterized by debt and equity investments structured around specific events and assets for both public and large private corporates.

See [www.chapmansltd.com](http://www.chapmansltd.com) for more on Chapmans