



Queensland Mining Corporation Limited

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NOTICE OF INTENTION TO OFFER A RIGHTS ISSUE TO EXISTING SHAREHOLDERS (Corporations Act S. 708AA(7))

Date: 8 December 2014

1. GENERAL

The Company announces that it proposes to make a rights issue pursuant to section 708AA of the Corporations Act without issuing a product disclosure statement in relation thereto.

2. PARTICULARS OF THE ISSUE

The rights issue is a pro-rata non-renounceable entitlement issue of one (1) new share for every one (1) share held at the Record Date. The issue price for each new share is \$0.006.

The offer seeks to raise approximately \$6.78 million. The offer is not underwritten. It will result in the issue of 1,129,238,396 new shares by the Company.

The purpose of the rights issue is to fund the Company's exploration program in 2015; advance the optimisation of the 2005 White Range Project Feasibility Study; the cost of this offer and for working capital.

3. REQUIREMENTS OF NOTICE

This notice is being given to Australian Securities Exchange ('ASX') pursuant to the provisions of Section 708AA(2)(f) of the Corporations Act.

- 4.** As at the date of this Notice the Company has complied with all of its obligations under Chapter 2M of the Corporations Act (which relates to the financial reporting obligations of disclosing entities).
- 5.** As at the date of this Notice the Company has complied with all of its obligations under Section 674 of the Corporations Act (being compliance with its obligations of disclosure under ASX Listing Rules).

6. The Company is not aware of any information that has been excluded from any continuous disclosure notice issued pursuant to ASX Listing Rules that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of the assets and liabilities, financial position and performance, profits and losses and prospects of the Company or the rights and liabilities attaching to the rights being offered.
7. The rights issue will increase the issued shares in the Company from 1,129,238,396 to 2,258,476,792 – an increase of 100%. Because the rights issue is non-renounceable and it cannot be known with certainty which shareholders will take up their rights entitlements, the effect of the issue on control of the Company and the consequences thereof will depend on the particular shareholders who take up their entitlements and the parties to whom any shortfall is or are allotted. (Shareholders are directed to the contents of the offer document in that regard).

By authority of the Board

A handwritten signature in black ink, appearing to read 'P. Tang', with a horizontal line underneath.

Pipvide Tang
Company Secretary