

ASX ANNOUNCEMENT

10 February 2015

Capital Raising and Further Drilling Funding Agreement to Fund Exploration Activities and Project Approvals at Agate Creek Gold Project

Highlights

- + Capital Raising of \$750,000 via a share issue of 250 million shares at an issue price of 0.3 cents per share. Placement participants will be also issued a free attaching option to acquire a further share at 0.3 cents exercisable before 23 June 2015 (subject to any necessary shareholder approvals).
- + A further Drilling Funding Agreement has also been established for up to \$300,000 worth of drilling and associated activities to be funded by the issue of up to 60 million ordinary shares at an issue price of 0.5 cents per share with 30 million free attaching options exercisable at 0.8 cents (subject to any necessary shareholder approvals).
- + Proceeds of the capital raising and the Drilling Funding Agreement to be primarily focused on funding exploration activities and project approvals at Agate Creek Gold Project

The Board of Laneway Resources Limited (**Laneway**, ASX:LNY) is pleased to announce that the Company has entered into commitments for a capital raising of \$0.75 million (before issue costs) and has also entered into a further Drilling Funding Agreement for up to \$0.3 million worth of drilling and associated activities to continue to develop Laneway's projects and meet its strategic goals.

The capital raising consists of the issue of up to 250 million ordinary shares with an issue price of 0.3 cents per share together with 250 million free attaching options to acquire a further share at 0.3 cents exercisable before 23 June 2015. The proposed participants for part of the capital raising include entities associated with directors, Stephen Bizzell, Rick Anthon, and Mark Baker. The issue of shares to these parties will be subject to receipt of shareholder approval, which will be sought at an Extraordinary General Meeting (EGM) expected to be held in March.

In addition, the Company has established terms for drilling and associated activities worth up to \$300,000 to be funded by the issue of up to 60 million ordinary shares at an issue price of 0.5 cents per share. The issue of shares pursuant to the Drilling Funding

Agreement will be subject to the receipt of any necessary shareholder approvals which will also be sought at the EGM.

The capital raising and drilling funding arrangements will enable the Company to advance its Agate Creek gold, New Zealand gold and NSW coal projects as well as enable some existing debts to be repaid and provide general working capital.

Funds and drilling activities will be primarily directed towards Laneway's 100% owned Agate Creek gold project.

Assay results received to date from the recently completed drilling program (for 16 holes of the 69 drilled) have confirmed excellent continuity of the main gold mineralisation at Sherwood, supporting the previously announced (28 November 2014) Exploration Target. This zone outcropped at surface within the previously extracted Metallurgical Sample that was taken at the beginning of 2014. It extends for over 200m down dip and 100m along strike and remains open in 3 directions. Assays to date have been received from holes drilled in the immediate proximity to the high grade outcropping mineralisation encountered during the Metallurgical Sample and have delivered highly encouraging results. With the receipt of additional assays and further drilling as planned for the coming quarter, Laneway is targeting the tabling of an updated high grade resource in the coming months.

Select results received and previously announced (22 January 2015) include:

- 6m @ 24.3 g/t gold from 6m (HG28)
- 3m @ 7.7 g/t gold from 6m as well as 3m @ 10.7g/t gold from 14m (HG26)
- 3m @ 9.6g/t gold from 13m (HG06)
- 3m @ 9.8 g/t gold from 6m (HG29)
- 1m @ 12.8 g/t gold from 4m, 2m @ 12.8 g/t gold from 11m and 2m @ 5.5g/t gold from 15m (HG41).

The recent drilling has also demonstrated good geological continuity through the middle and lower target zones. These initial encouraging results have led the Company to propose to undertake a further 2,500m drilling program (extension to the original 5,000m program) that will be completed in the coming months and primarily funded by the new Drilling Funding Agreement.

The Company is also progressing all material necessary to lodge a Mining Lease Application (MLA) over the Sherwood and Sherwood West areas that will permit open cut mining operations on the delineated high grade areas. It is planned that high grade ore will be trucked to the existing Georgetown processing plant for treatment, thereby significantly reducing capital expenditures to bring the Project into production. Lodgement of the MLA is expected to be completed shortly.

Completion of the current and extended drill program, with reporting of assay results, is expected to occur over the coming months. Once all assay results and other necessary data has been received Laneway will compile and announce an updated JORC Resource for the Project.



For and on behalf of the Board
JPK Marshall
Company Secretary

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Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Scott Hall who is a member of the Australian Institute of Mining and Metallurgy. Mr Hall is a full-time employee of Laneway Resources Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Mr Hall consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.