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ASX announcement

Cover-More Group completes retail component of A\$73.3 million Entitlement Offer

Sydney, 20 October 2016: On 27 September 2016, Cover-More Group Limited (ASX: CVO) (**Cover-More**) announced that it would conduct an accelerated non-renounceable entitlement offer, comprising an institutional component (**Institutional Entitlement Offer**) and retail component (**Retail Entitlement Offer**, together the **Entitlement Offer**), to raise approximately \$73.3 million.

Cover-More is today pleased to announce the successful completion of its Retail Entitlement Offer.

The Retail Entitlement Offer closed at 5:00pm (Sydney time) on Monday, 17 October 2016 and raised a total of approximately A\$11.7 million at A\$1.20 per New Share. This follows the completion of the Institutional Entitlement Offer, which raised approximately \$61.7 million.

The Retail Entitlement Offer was strongly supported by Eligible Retail Shareholders.

The approximately 2,496,133 New Shares that were not taken up by Eligible Retail Shareholders will be allocated to the underwriter in accordance with the terms of the underwriting agreement.

New Shares under the Retail Entitlement Offer will be issued on Monday, 24 October 2016 and will trade on the ASX on a normal settlement basis from Tuesday, 25 October 2016. Holding statements will be despatched on or around Tuesday, 25 October 2016.

Nothing contained in this announcement constitutes investment, legal tax or other advice. You should make your own assessment and take independent professional advice in relation to the information and any action on the basis of the information.

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This announcement contains "forward-looking statements" and "forward-looking information", including statements and forecasts which include without limitation, expectations regarding future performance, costs, production levels or rates, mineral reserves and resources, the financial position of Cover-More, industry growth and other trend projections. Such "forward-looking statements" and "forward-looking information" includes statements regarding the proposed Equity Raising, including the amount to be raised and timing and the use of the funds raised. Often but not always, forward-looking information can be identified by the use of words such as "plans", "expects", "is expected", "is expecting", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or "believes", or variations (including negative variations) of such words and phrases, or state that certain actions, events or results "may", "could", "would", "might", or "will" be taken, occur or be

achieved. Such information is based on assumptions and judgements of management regarding future events and results. The purpose of forward-looking information is to provide the audience with information about management's expectations and plans. Readers are cautioned that forward-looking information involves known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of Cover-More and/or its subsidiaries to be materially different from any future results, performance or achievements expressed or implied by the forward-looking information. Such factors include, among others, changes in market conditions, future prices of gold and silver, the actual results of current production, development and/or exploration activities, changes in project parameters as plans continue to be refined, variations in grade or recovery rates, plant and/or equipment failure and the possibility of cost overruns. Forward-looking information and statements are based on the reasonable assumptions, estimates, analysis and opinions of management made in light of its experience and its perception of trends, current conditions and expected developments, as well as other factors that management believes to be relevant and reasonable in the circumstances at the date such statements are made, but which may prove to be incorrect. Cover-More believes that the assumptions and expectations reflected in such forward-looking statements and information are reasonable. Readers are cautioned that the foregoing list is not exhaustive of all factors and assumptions which may have been used. Cover-More does not undertake to update any forward-looking information or statements, except in accordance with applicable securities laws.