

ASX Market Announcement

3 August 2016

Notice of under subscriptions for the Non-renounceable Rights Issue

Queensland Mining Corporation Limited (ASX:QMN) advises that its 1 for 1 Rights Issue offer at \$0.004 per new fully paid ordinary shares (the Rights Offer) was closed at 5.00pm (AEST) on 29 July 2016.

The Offer comprised:

1. The 1 for 1 non-renounceable Rights Offer of New Shares; and
2. A shortfall offer, under which any New Shares not subscribed for under the Rights Offer, may be placed at the discretion of the Company within three months of the Rights Offer closing date.

The Company has received applications for 1,137,942,404 new shares with total application money of \$4,551,770.

The following table sets out the number of New Shares subscribed for by Eligible Shareholders under the Rights Offer, and the offer shortfall or number of under subscriptions to the Rights Offer.

Offer Details	No. of New Shares	Gross Proceeds (\$)	Percentage of Maximum
Maximum number of New Shares that could have been issued under the Rights Issue as per the Offer Document	1,760,573,636	7,042,295	100%
Less: Rights Offer subscriptions	1,137,942,404	4,551,770	64.6%
Offer Shortfall (under subscriptions)	622,631,232	2,490,525	35.4%

The above figures are subject to none of the subscription proceeds received by cheque being dishonoured between the time of this announcement and the allotment and issue of the New Shares.

The Offer Shortfall number stated above (622,631,232 shares) represents the maximum number of New Shares which the Company can now issue under the shortfall offer at its discretion within three months of the Rights Issue closing date.

The allotment and issue of the 1,137,942,404 New Shares noted above under the Rights Offer will occur on 4 August 2016. Entry of the New Shares into the shareholder holdings and despatch of holding statements will also occur on this date.

It is anticipated that normal trading of the New Shares will commence on 5 August 2016.

Yours Sincerely,

A handwritten signature in black ink, appearing to read 'Pipvide Tang', with a stylized flourish at the end.

Pipvide Tang
Company Secretary