



## ASX RELEASE

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### **Gold Mountain raises \$2.3 million to fast-track exploration at flagship Crown Ridge Gold project in PNG**

- **About 54 million new shares placed at \$0.042 per share**
- **Funds to be used to rapidly advance exploration activities at Crown Ridge**
- **Multiple highly prospective exploration targets identified from recent 3D model**
- **Exploration work is ongoing –update on activity and some exploration results is pending**
- **Supportive shareholder base committed to ongoing support for GMN**
- **Shareholder approval to be sought to refresh placement capacity**

Papua New Guinea focused precious metals exploration company Gold Mountain Limited (**ASX: GMN**) (“**Gold Mountain**” “**the Company**” “**GMN**”) is pleased to confirm that it has successfully raised \$2.3 million through the issue of 54 million new shares at an issue price of \$0.042 per share under the Company’s existing placement capacity.

Gold Mountain will now seek shareholder approval to issue options to subscribers of the Placement Shares, at no additional cost, on the basis of one option for each two Placement Shares subscribed. Each option is convertible into one ordinary share and exercisable at \$0.055 per share. The exercise period expires after 15 months from date of issue.

Gold Mountain is pleased to have secured this funding from new shareholders. The Company can confirm that the new funds raised will be mainly used to advance exploration activity at the Company’s flagship Crown Ridge gold project in Papua New Guinea.

Following the very encouraging results interpreted from the 3D Magnetic Survey Modelling (as announced on 28 June 2016), exploration activity at the project has continued, and the Company expects to report on progress in the coming weeks. The new funds raised will help GMN fast-track exploration works and move towards a drill program commencing December 2016. Key targets have been identified.



GMN will now seek shareholder approval to refresh its placement capacity so it can raise a further \$2 million. Consideration will be given to this raising once exploration results have been determined from the current works program. As previously reported, GMN is seeking to secure a total of \$4.2 million so it can unlock the value of Crown Ridge through a more aggressive and fully funded exploration program.

Gold Mountain's director Tony Teng commented: "Gold Mountain has received very encouraging support for this placement. Our new shareholders are very committed to the Company's growth, and like the GMN Board, they recognise that Crown Ridge holds significant unlocked value.

"We are fortunate to have an excellent dialogue with landowner groups in and around the project, and that Crown Ridge can be accessed easily by road, ensuring lower exploration costs.

"The project lies in a region of Papua New Guinea that hosts some major copper-gold projects. Our intention is to uncover a project in Crown Ridge of very significant scale. We look forward to updating shareholders on some pending exploration results in the very near term."

For information please see our website [www.goldmountainltd.com.au](http://www.goldmountainltd.com.au) or contact

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