

ASX Announcement

10 October 2016

Share Purchase Plan

Vimy Resources Limited (**Vimy** or the **Company**, ASX:VMY) announces that a Share Purchase Plan (**SPP**) Offer booklet has been mailed to shareholders today.

Following the successful Placement from new and existing institutional and sophisticated investors at \$0.26 per share (see ASX Announcement dated 30 September 2016), the Company is pleased to offer our shareholders an opportunity to participate in a non-underwritten SPP, intending to raise \$0.5 million to \$1 million at the Placement price of \$0.26 per share.

Participation in the SPP is open to shareholders who were recorded on Vimy's share register as a holder of shares at 5:00pm (Perth time) on 22 September 2016 and whose registered address is in Australia or New Zealand (**Eligible Shareholders**). Participation is entirely voluntary and the Offer is non-renounceable.

Under the SPP, Eligible Shareholders are able to subscribe for up to \$15,000 worth of fully paid ordinary shares in the Company at \$0.26 per share, without incurring brokerage or other transaction costs.

SPP Important Dates

Record Date (5.00pm WST)	Thursday, 22 September 2016
Opening date for acceptances	Tuesday, 11 October 2016
Closing date for acceptances (5:00pm WST)	Monday, 31 October 2016
Allotment and issue of new Shares under the SPP	Monday, 7 November 2016
Quotation of SPP Shares on ASX	Tuesday, 8 November 2016
Dispatch of Shareholder statements	Tuesday, 8 November 2016

This timetable is indicative only and subject to change. The Company reserves the right to vary the above dates, subject to the ASX Listing Rules and the Corporations Act 2001 (Cth).

Funds raised from the SPP will be used for additional working capital to progress the Mulga Rock Project.

The Offer price of \$0.26 per share represents an approximate 9% discount to the volume weighted average closing price of Vimy Shares traded on ASX in the ten trading days prior to announcement of the Share Purchase Plan on 23 September 2016. The Company notes that the closing ASX share price on Friday 7 October 2016 was \$0.245 per share.

Details of the SPP are set out in the attached SPP Offer booklet. You should read the SPP Offer booklet in its entirety before deciding whether to participate.

Vimy's Managing Director, Mike Young, commented: "We look forward to shareholders participating in the SPP as the Company continues to deliver on the key milestones of the Definitive Feasibility Study for the Mulga Rock Project, which is on track for completion in Q1 2017."

"Our world-class Mulga Rock Project continues to demonstrate that simple mining and extraction processes will achieve excellent results, and having proved that it all works at Mulga Rock, we are now actively looking at offtake contracts and funding options."



Mike Young
Managing Director and CEO

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For the purposes of ASX Listing Rule 3.10.3, the following additional information is provided about the SPP:

- Shares issued under the SPP will be fully paid ordinary shares in Vimy (**Shares**) and will rank equally in all respects with existing Shares.
- The number of Shares to be issued under the SPP is not known and will depend on the number of Eligible Shareholders and their level of participation in the SPP. Under the ASX Listing Rules, the maximum number of Shares that may be issued under the SPP is 76,485,748, which represents 30% of the issued capital of the Company at 10 October 2016.
- Shares will be issued under the SPP at an issue price of \$0.26 per share, being the same price as the price per share paid by institutional and sophisticated investors under the Placement.
- The purpose of the SPP is to provide Eligible Shareholders with an opportunity to invest in Shares at the same price as the price paid by institutional and sophisticated investors under the Placement, without brokerage or transaction costs. The additional capital raised under the SPP will be used as additional working capital to progress the Mulga Rock Project.
- Vimy will not be seeking shareholder approval for the issue of shares under the SPP.
- The issue will not be made to a class of security holders. The eligibility criteria for participation in the SPP are set out in the attached SPP Offer Booklet.

About Vimy

Vimy Resources Limited (**ASX: VMY**) is a Perth-based resource development company. Vimy's primary focus is the development of the Mulga Rock Project, one of Australia's largest undeveloped uranium resources which is located 240km ENE of Kalgoorlie in the Great Victoria Desert of Western Australia.

The Project will have the capacity to produce 1,360 tonnes per annum of uranium oxide for up to seventeen years. The Project is expected to result in the creation of approximately 490 new jobs in Western Australia and to create payments of around A\$19m per year to the State government in the form of royalty payments and payroll tax. The amount of uranium produced if used in nuclear reactors to displace coal fired electricity would offset more than 50 million tonnes of carbon dioxide equivalent emissions which is around 10% of Australia's total greenhouse gas emissions.

Vimy harnesses science and technology to maintain the environment.

For a comprehensive view of information that has been lodged on the ASX online lodgement system and the Company website please visit asx.com.au and vimyresources.com.au respectively.

Directors and Management

The Hon. Cheryl Edwardes AM – Chairman

Mike Young – CEO and Managing Director

Julian Tapp – Executive Director

David Cornell – Non-Executive Director

Mal James – Non-Executive Director

Andy Haslam – Non-Executive Director

Ron Chamberlain – Chief Financial Officer and Company Secretary

Tony Chamberlain – Chief Operating Officer

Xavier Moreau – General Manager, Geology and Exploration

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