



30 August 2016

WELL SUPPORTED CAPITAL RAISE OF \$1.44 MILLION

Zinc of Ireland NL ("**Company**" or "**ZMI**") (ASX:ZMI) is pleased to announce a capital raising of \$1.44 million (before costs) by way of the issue of fully paid ordinary shares at 2.4 cents per share ("**Placement**"). The Placement is fully subscribed.

Under the Placement, 60 million shares will be issued at an issue price of 2.4 cents each, together with one free attaching option exercisable at 2 cents on or before 21 July 2017 (being in the currently quoted class of trading as ZMIO) ("**Quoted Options**") (on the basis of one Quoted Option for every two shares subscribed for) and one free attaching option exercisable at 4 cents on or before 21 July 2021 ("**Unquoted Options**") (on the basis of one Unquoted Option for every two shares subscribed for).

The Placement will be made to professional and sophisticated investors as defined in section 708 of the Corporations Act.

The shares and Quoted Options the subject of the Placement will be issued following the Company's shareholder meeting scheduled for 2 September 2016 whereat the Company's placement capacity pursuant to ASX Listing Rule 7.1 will be refreshed. The Unquoted Options will be issued following shareholder approval being obtained at an additional shareholder meeting anticipated to be held in October.

The Company intends to use the proceeds of the Placement to continue and expand the exploration of the Company's Irish zinc projects, including the drilling at the Kildare project which is currently underway, and for general working capital purposes.

In order to allow existing shareholders to participate on the same terms as the Placement, the Company plans to announce a share purchase plan to raise \$500,000 on the same or similar terms to the Placement in the near future.

Yours faithfully,

Patrick Corr

Non-Executive Chairman
Zinc of Ireland NL

Disclaimer

Certain statements contained in this announcement, including information as to the future financial or operating performance of the Company and its projects, are forward-looking statements that:

- may include, among other things, statements regarding targets, estimates and assumptions in respect of mineral reserves and mineral resources and anticipated grades and recovery rates, production and prices, recovery costs and results, capital expenditures, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions;
- are necessarily based upon a number of estimates and assumptions that, while considered reasonable by the Company, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies; and,
- involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements.

The Company disclaims any intent or obligation to update publicly any forward-looking statements, whether as a result of new information, future events or results or otherwise. The words 'believe', 'expect', 'anticipate', 'indicate', 'contemplate', 'target', 'plan', 'intends', 'continue', 'budget', 'estimate', 'may', 'will', 'schedule' and similar expressions identify forward-looking statements. All forward looking statements made in this announcement are qualified by the foregoing cautionary statements. Investors are cautioned that forward-looking statements are not guarantees of future performance and accordingly investors are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.