

12 April 2016

## CAPITAL RAISING

**Mount Ridley Mines Ltd (ASX: MRD)** (or “the **Company**”) is pleased to announce a capital raising via a placement of 80,000,000 fully paid ordinary shares (“Shares”) at \$0.01 for a total amount raised of \$800,000 (before costs) to sophisticated and institutional investors of the Company (“Placement”). The Company will accept oversubscriptions of circa 40,000,000 fully paid ordinary shares totalling circa \$400,000 (before costs). The Company will also be issuing unlisted options (“Options”) on a 1 for 2 basis, exercisable at \$0.025 on or before 30 June 2017.

Settlement of the capital raising is expected within a few business days. A fee of 6% of the total amount raised will be paid to Australian Financial Services Licensees together with the issue of a total of 20,000,000 unlisted options (“Broker Options”) exercisable at \$0.025 on or before 30 June 2017.

The Shares will be issued under the Company’s placement capacity under ASX Listing Rule 7.1 and the Options and Broker Options will be issued at a later date subject to shareholder approval. An Appendix 3B and a cleansing notice will be released to the market upon settlement of the Placement.

Funds raised will be directed towards working capital and the Company’s exploration effort at its 100% owned Mt Ridley Project including geophysical surveys and diamond drilling.

For and on behalf of the Board

Mr Robert Downey  
**Chairman**