

Not for dissemination to United States newswire services or for dissemination in the United States

Clients and Affiliates of Renowned North American Gold Investment Group to Invest in Alicanto

HIGHLIGHTS

- ◆ Proposed placement to raise \$1.5m from clients and affiliates of the Sprott Group of companies
- ◆ Proceeds of the placement to be used for new project generation and for working capital purposes

Alicanto Minerals Ltd (ASX: AQI) (“Alicanto” or “the Company”) is pleased to announce that it has resolved to raise gross proceeds of \$1.5m through a share placement (“Placement”). The shares are intended to be issued to clients of and affiliates of the Sprott Group of companies. The funds raised from the Placement will be used for new project generation and for working capital purposes.

Alicanto’s Managing Director, Travis Schwertfeger commented ***“Alicanto is pleased to welcome, clients and affiliates of this well renowned gold investment group to the Company’s register, particularly at a time when Alicanto is embarking on a major drilling campaign through its earn-in agreement with Barrick Gold Corp, targeting the Company’s flagship Arakaka Gold Project. We believe the placement is a testament to the potential of the project and together with the funding through the earn-in on the Arakaka Gold Project, places the Company in a strong position to deliver value to shareholders”.***

Under the proposed Placement, Alicanto will issue a total of 11.6 million new shares at a price of \$0.13 per share with one free attaching, non-transferable option for every two shares subscribed for. The options will have a three year term and an exercise price of \$0.23. If, commencing on the 30th day after issuance, the closing price of the Company’s shares on the Australian Securities Exchange is higher than \$0.40 for any 20 consecutive trading day period then, on the 20th consecutive trading day of any such period (the “Acceleration Trigger Date”), the expiry date of the options may be accelerated to the 20th trading day after the Acceleration Trigger Date by the issuance, within three trading days of the Acceleration Trigger Date, of a news release announcing such acceleration.

The placement and options are subject to shareholder approval to be sought at a meeting expected to be held in late July 2016. A notice of meeting will be sent to shareholders in due course.

For detailed information on all aspects of the Company and its project please visit: www.alicantominerals.com.au.

This news release does not constitute an offer to sell or a solicitation of an offer to buy any of the securities in the United States of America. The securities have not been and will not be registered under the United States Securities Act of 1933 (the “1933 Act”) or any state securities laws and may not be offered or sold within the United States or to U.S. Persons (as defined in the 1933 Act) unless registered under the 1933 Act and applicable state securities laws, or an exemption from such registration is available.