

ASX Announcement



3 August 2016

COMPANY DETAILS

ABN: 62 147 346 334

PRINCIPAL AND REGISTERED OFFICE

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ASX CODE

PWN

FRANKFURT CODE

A1JH27

OTC PINK CODE

PWNNY

CORPORATE

INFORMATION

(3 August 2016)
292 M Ordinary shares
36M Partly paid shares
18M Listed Options
3M Unlisted options

BOARD OF DIRECTORS

Adrian Griffin
(Non-Executive Chairman)
Patrick McManus
(Managing Director)
Chew Wai Chuen
(Non-Executive Director)
Natalia Streltsova
(Non-Executive Director)

POTASH WEST ANNOUNCES PROPOSED BONUS ISSUE OF PARTLY PAID SHARES

Fertiliser developer, Potash West NL (ASX:PWN) (the **Company**) advises that it proposes to issue free partly paid shares (**Bonus Issue**), through a 1-for-4 bonus issue of at a total issue price of \$0.05. The new shares are deemed to be paid up to \$0.0001 each (**Bonus Issue shares**).

As a No Liability Company, PWN has the ability to issue partly paid shares. This brings the potential to provide the Company's shareholders with a valuable bonus and gives the Company possible access to a relatively low cost alternate source of funding.

The partly paid shares to be issued will have the same terms as the currently listed partly paid shares, **PWNCA**. The new shares will also be listed on ASX. For the recent month ending 29 July 2016 PWNCA shares were trading on ASX at a volume weighted average price of 0.84c.

The Bonus Issue shares will be issued to eligible shareholders for no cash consideration. To be eligible, shareholders must hold PWN ordinary shares on the record date, currently anticipated to be during October 2016, although Directors reserve the right to vary this.

Full details of the Bonus Issue will be contained in a Prospectus which will be lodged with the Australian Securities and Investments Commission and the ASX, currently estimated to occur by October 2016.

Patrick McManus, Managing Director of PWN said "After the successful capital raising and Share Purchase Plan completed in July and August 2016, the Company is now well placed to advance its Dinner Hill feasibility study. This new issue will see eligible shareholders participating and potentially providing the Company with additional and effective access to funding as the potential of the Dinner Hill Project unfolds."

For further details please contact:

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About Potash West

Potash West (ASX:PWN) is an exploration company focused on developing large greensand deposits in West Australia's Perth Basin. The Company has already defined a substantial resource base and is now investigating how best to recover phosphate, potash and other minerals from the Dandaragan Trough Project ("DTP"). The project is well situated in relation to infrastructure, with close access to rail, power and gas. A successful commercial outcome will allow the Company to become a major contributor to the potash and phosphate markets at a time of heightened regional demand.

The Company has a major land holding over one of the world's largest known glauconite deposits, with exploration licenses and applications covering an area of over 2,600km². Previous exploration indicates glauconite sediments are widespread for more than 150km along strike and 30km in width. Current JORC compliant Indicated Mineral Resources stand at 250Mt at 2.9% P₂O₅ of phosphate mineralisation and 175Mt at 4.2% K₂O, amenable to processing by the K-Max process (ASX release:3 June 2015). A pre-feasibility study is in progress for stage 1, which is focused on production of phosphate fertilisers.

The Company also has 55% of a potash exploration project in the South Harz region of Thuringia, in Central Germany. The region has been a potash producing area for over 100 years.