

## ASX ANNOUNCEMENT

18 October 2016

ASX Market Announcements  
ASX Limited  
20 Bridge Street  
Sydney NSW 2000

### APPOINTMENT OF SANLAM PRIVATE WEALTH AUSTRALIA AS LEAD MANAGER

Vector Resources Limited ("**Vector**" or the "**Company**") is pleased to announce that it has appointed Sanlam Private Wealth Australia ("**Sanlam**") as the Company's lead manager of its proposed A\$1,650,000 capital raising ("**Capital Raising**") to complete the acquisition and to fund future exploration obligations on the Maniema Gold Project ("**Project**") located in the Maniema Province, in the Democratic Republic of Congo.

As previously advised (refer ASX Announcement dated 14 September 2016), the Company has entered a Binding Heads of Agreement ("**Agreement**") with African Royalty Company Pty Limited ("**African Royalty**") to acquire a 70% interest in the Project.

The proposed acquisition, that remains subject to finalisation of due diligence and shareholder and regulatory approval, will provide the Company and its shareholders a majority interest in an advanced gold project, four additionally defined gold prospects, and exploration licenses that extend over an area of 500km<sup>2</sup>.

Sanlam Private Wealth Australia is a leading global financial services and investment house with extensive experience in serving the needs of private investors, corporate clients and institutional investors. It is part the Sanlam Group, one of the largest financial services groups in South Africa.

The Company will shortly be despatching a Notice of Meeting to its shareholders seeking the relevant approvals to proceed with the proposed Project acquisition.

To complete the Project acquisition, and to fund its future exploration obligations on the Project and up-front cash consideration payments to the Project vendors, the Company is proposing the A\$1,650,000 Capital Raising of comprising:

- a) a non-renounceable pro-rata offer to existing Shareholders of one new Share for every Share held at an issue price of \$0.001 per new Share (**Rights Issue**) to issue up to 1,349,071,146 Shares to raise up to \$1,349,071 (before costs); and
- b) a placement at an issue price of not less than \$0.001 per Share, to sophisticated investors to raise an amount which is equal to A\$1,650,000 less the total amount raised pursuant to the Rights Issue (including any placement of the shortfall from the Rights Issue).

The Rights Issue will be made pursuant to an Offer Document in compliance with section 708AA of the Corporations Act.

The Placement will be subject to shareholder approval to the extent that the Company does not have sufficient capacity under Listing Rule 7.1 to issue the Shares under the Placement.

Sanlam will be lead manager of the Capital Raising and will receive a fee of 1% on the total funds raised and an additional fee of up to 5% on funds received under the Placement or placement of the shortfall from the Rights Issue plus reimbursements and expenses incurred.

Proceeds from the Capital Raising are proposed to be used by the Company to meet:

- a) Cash Consideration due on completion of the Project acquisition;
- b) Costs associated with a JORC 2012 Resource Definition Drilling Program;
- c) Trenching, Sampling and Surveying work to be undertaken;
- d) Assaying and Testwork to be completed;
- e) Capital Raising Fees and Expenses; and
- f) General Administration and Working Capital

Further information on the Rights Issue will be sent out in an Offer Document for the Rights Issue, which will be mailed to eligible shareholders shortly after the Record Date has been determined. Shareholders may view all the Company's ASX announcements, including those relating to the Rights Issue on the Company's website. Application will be made to the ASX for official quotation of the new shares.

N J Bassett

Company Secretary

For further information, please visit [www.vectorresources.com.au](http://www.vectorresources.com.au)

#### **Forward looking statements**

Information included in this release constitutes forward-looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as "may", "will", "expect", "intend", "plan", "estimate", "anticipate", "continue", and "guidance", or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production or construction commencement dates and expected costs or production outputs.

Forward looking statements inherently involve known and unknown risks, uncertainties and other factors that may cause the Company's actual results, performance and achievements to differ materially from any future results, performance or achievements. Relevant factors may include, but are not limited to, changes in commodity prices, foreign exchange fluctuations and general economic conditions, increased costs and demand for production inputs, the speculative nature of exploration and project development, including the risks of obtaining necessary licences and permits and diminishing quantities or grades of reserves, political and social risks, changes to the regulatory framework within which the company operates or may in the future operate, environmental conditions including extreme weather conditions, recruitment and retention of personnel, industrial relations issues and litigation.

Forward looking statements are based on the Company and its management's good faith assumptions relating to the financial, market, regulatory and other relevant environments that will exist and affect the Company's business and operations in the future. The Company does not give any assurance that the assumptions on which forward looking statements are based will prove to be correct, or that the Company's business or operations will not be affected in any material manner by these or other factors not foreseen or foreseeable by the Company or management or beyond the Company's control.

Although the Company attempts and has attempted to identify factors that would cause actual actions, events or results to differ materially from those disclosed in forward looking statements, there may be other factors that could cause actual results, performance, achievements or events not to be as anticipated, estimated or intended, and many events are beyond the reasonable control of the Company. Accordingly, readers are cautioned not to place undue reliance on forward looking statements. Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the company does not undertake any obligation to publicly update or revise any of the forward looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.