
Capital Raising

KBL Mining Limited (“KBL” or the “Company”) is pleased to announce the first stage of its capital raising as outlined in the Company’s announcement on 14 June 2016. The Capital raising is a placement of new shares to sophisticated investors for a total value of \$825,000 (“**Placement**”).

The Placement comprises an issue of 165 million ordinary shares, under the capacities available pursuant to ASX Listing Rules 7.1 (100 million shares) and 7.1A (65 million shares). The issue price of the Placement shares is 0.5 cents.

Issue of the Placement shares is subject to the issue price satisfying the VWAP requirements under Listing Rules 7.1A and 7.3 at the date the shares are issued.

Placement participants will also receive a 1 for 1 free attaching option exercisable at 0.5 cents with a 2 year expiry. The Options will be subject to shareholder approval at a general meeting to be convened as soon as practicable.

APP Securities acted as Lead manager to the Placement.

For further information, please contact:

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About KBL Mining

KBL Mining is an Australian resource company listed on the ASX (KBL and KBLGA) with a focus on producing precious and base metals. KBL’s main assets include the Mineral Hill copper-gold-silver-lead-zinc mine near Condobolin in New South Wales and Sorby Hills lead-silver-zinc project in Western Australia. The Company has been operating the refurbished processing plant at Mineral Hill since October 2011 to produce copper-gold concentrates and in 2013 commenced producing a separate lead-silver concentrate. Sorby Hills (KBL holds 75% with Henan Yuguang Gold & Lead Co. Ltd (HYG&L) holding 25%) is a large near surface undeveloped silver-lead deposit close to port infrastructure and a short distance from Asian markets. A PFS for stage 1 of the project (400,000tpa open cut ore processed) was released on 6 December 2012. Environmental approvals for stage 1 were granted in 2014. A BFS is in progress to be followed by project financing.

More information can be found on KBL’s website at www.kblmining.com.au.