



# De Grey Mining Ltd

A.B.N. 65 094 206 292

30 September 2013

## ASX/MEDIA RELEASE

De Grey Mining Ltd has executed a Mandate with DJ Carmichael Pty Limited to act as Lead Manager to a Placement of equity in De Grey.

De Grey will place up to 228.5 million fully paid shares at a price of \$0.0025 (0.25 cents) to raise circa \$571,250. This will be placed in two tranches.

**Tranche One** – 68.5 million shares utilizing the company's available placement capacity to raise \$171,250;

**Tranche Two** – 160 million shares will raise \$400,000, and will be subject to shareholder approval, to be sought at the Company's Annual General Meeting to be held in November.

Further, as part of the capital raising, and in addition to the above tranches, two Directors, Peter Batten and Darren Townsend have agreed to convert \$70,000 of loans to the Company to equity at the same price as the capital raising.

The Company has agreed to issue 50 million shares at a price of \$0.0001 to Acorn Corporate or its nominees as Facilitator of the above capital raising.

The capital structure of the Company following the equity issues will be as tabulated below:

Existing Shares on Issue	577,165,646	65.31%
Tranche One Shares	68,500,000	7.75%
Tranche Two Shares	160,000,000	18.11%
Director conversion of loans	28,000,000	3.17%
Facilitator Shares	50,000,000	5.66%
<b>Total</b>	<b>883,665,646</b>	<b>100%</b>

To carry out its exploration programs in Argentina the Company raised funds in April and May this year. These funds allowed it to initiate a drilling and sampling program at the Company's Argentinian Projects, SM6 and VBZ. Results, whilst strong technical successes, did not result in substantive market interest.

Consequently the Board has initiated a detailed review of all Company projects with the object of achieving shareholder value through a combination of ongoing work, Joint Venture, sale or disposal. This is not a decision that the Company takes lightly but was deemed appropriate by the directors given the current state of the equity markets for junior exploration companies.

In conjunction with this capital restructure the board is considering a board and management restructure.

The Company will report to shareholders once it's Project and management review has been finalized.

**For further information:**

**Peter Batten**

De Grey Mining Limited

Ph: +61 8 9285 7500

