



**KRUCIBLE METALS LTD**

*Mineral Discovery Company*

ABN 12 118 788 846

11 March 2014

ASX Limited  
Exchange Centre  
20 Bridge Street  
Sydney NSW 2000

### **Bonus Options-Update**

On 24 January 2014 the Board of Krucible Metals Ltd (“**Krucible**”, “**Company**”) (ASX: KRB) announced its intention to proceed with a pro-rata issue (**Bonus Issue**) of bonus options to eligible shareholders on the basis of one (1) free bonus option for every four (4) shares held at the record date. The market was provided with a status update on 6 March 2014.

Krucible is now pleased to announce that it is in a position to proceed with the Bonus Issue under the requirements of the Corporations Act and the ASX Listing Rules.

The purpose of the Bonus Issue is to reward the loyalty of shareholders from the recent successful sale of the Company’s phosphate tenements to Australia New Agribusiness & Chemical Group Ltd, which has resulted in Krucible having sufficient cash reserves to fund its exploration and business development activities into the foreseeable future.

The Bonus Issue is not intended to raise additional capital and is designed to allow shareholders to receive tradable equities, while retaining their existing shares if desired, while preserving the Company’s cash.

The 20,092,674 bonus options being offered will have an exercise price of \$0.05 and are being issued at no cost to shareholders. The bonus options will have an expiry date of **23 January 2016**.

A Prospectus will be lodged with ASIC and ASX and will be available on ASX and the Company’s website. The Prospectus and personalised entitlement forms will be sent to eligible shareholders following the record date. The Company will seek quotation of the bonus options on ASX following lodgement of the Prospectus with ASIC. It is expected the bonus options will trade on ASX with the code “KRBO”.

As the bonus options are being issued for no consideration, no funds will be raised under the Bonus Issue. If all the bonus options are exercised, the Company will receive approximately \$1 million. It is currently intended that any funds raised by the exercise of the Offering will contribute to Krucible’s business development plans (depending on when the Bonus Options are exercised and the Company’s requirements at the relevant time).



Krucible has in place a business development plan that includes:

- 🔥 Invest heavily in exploration
- 🔥 Minimise tax and maximise shareholder wealth
- 🔥 Reward loyalty of shareholders
- 🔥 Invest in alternative cash flow ventures
- 🔥 Commercialise more of its discoveries
- 🔥 Invest in R&D (Research and Development)

In addition the Offering is expected to:

- 🔥 Satisfying investor sentiment for a dividend from the recent profits
- 🔥 Satisfy investor demand for the Company's shares
- 🔥 Increase the size of the Company
- 🔥 Increase trading volume

### **Indicative Timetable**

Following release of the initial options issue announcement on 24 January 2014, the Board of Krucible determined to modify the original Indicative Timetable by a few days to allow for the half year audit reviewed financials to be included in the Prospectus, rather than rely on unaudited financial information. The Indicative Timetable is now as follows:

<b>Event</b>	<b>Date</b>
Options announcement	Tuesday 11 March 2014
Appendix 3B lodged with ASX	Tuesday 11 March 2014
Options Prospectus lodged with ASIC and ASX	Tuesday 11 March 2014
Trading in Options commences on a Deferred Settlement basis	Friday 14 March 2014
Record date to determine entitlements to Bonus Options	Thursday 20 March 2014
Allotment and issue of Options; end of deferred settlement trading	Tuesday 25 March 2014
Normal trading on ASX commences	Wednesday 26 March 2014



These dates are indicative only and are subject to change. The Company reserves the right to vary this indicative timetable subject to the ASX Listing Rules and the Corporations Act.

For further information please contact:

Allan Branch  
Managing Director & CEO



*About Krucible Metals Limited:*

*Listed on Australia's main stock exchange since 2007, Krucible is an Australian-based resources company with an enviable history of discovery in phosphorus and rare earths as well as other elements. Krucible continues to explore for precious metals, base metals and strategic metals, and is transitioning to a combined exploration and mining company. Krucible has plans and expectations to ultimately enter joint ventures to develop mines on its tenements in the mineral rich Mount Isa area of Northwestern Queensland. Krucible has a strong industry-based board and management, who promote aggressive value-added mining projects*