



5 December 2019

Company Announcement Office
Australian Securities Exchange
Level 6, 20 Bridge Street
SYDNEY NSW 2000

By Electronic Lodgement

Dear Sir/Madam

ALKANE RESOURCES LIMITED – NOTICE UNDER SECTION 708A(5)(e) OF THE CORPORATIONS ACT

On 28 November 2019, Alkane Resources Limited (ACN 000 689 216) (ASX:ALK)(**Company**) announced its intention to undertake an equity raising via an institutional placement of ordinary shares in the Company (**Shares**) at \$0.55 per Share to raise \$20,000,000 (before costs) (**Placement**) and a pro rata non-renounceable rights issue to eligible shareholders of the Company (**Shareholders**) on the basis of one (1) new Share for every eight (8) existing Shares held by Shareholders on the record date of 3 December 2019 at an issue price of \$0.55 per new Share to raise up to \$34,794,115 (before costs).

On the date of this notice, the Company allotted and issued the first tranche under the Placement totalling 27,761,364 Shares (**Tranche 1 Shares**) to institutional and sophisticated investors.

Tranche 2 of the Placement is subject to Shareholder approval at a general meeting of the Company to be held on 7 January 2020.

An Appendix 3B in respect of the Tranche 1 Shares is attached to this notice.

Secondary Trading Exemption

The *Corporations Act 2001* (Cth) (**Act**) restricts the on-sale of securities without disclosure, unless the sale is exempt under the Sections 708 or 708A of the Act. By the Company giving this notice, sale of the Tranche 1 Shares will fall within the exemption offered by Section 708A(5)(e) of the Act.

The Company hereby notifies ASX under Section 708A(5)(e) of the Act that:

- (a) the Company issued the Tranche 1 Shares without disclosure under Part 6D.2 of the Act;
- (b) as at the date of this notice, the Company has complied with:
 - (i) the provisions of Chapter 2M of the Act as they apply to the Company; and
 - (ii) Section 674 of the Act; and



- (c) as at the date of this notice, there is no information to be disclosed which is excluded information (as defined in Section 708A(7) of the Act) that is reasonable for investors and their professional advisers to expect to find in a disclosure document.

Yours faithfully

Dennis Wilkins
Company Secretary
ALKANE RESOURCES LIMITED

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 01/07/96 Origin: Appendix 5 Amended 01/07/98, 01/09/99, 01/07/00, 30/09/01, 11/03/02, 01/01/03, 24/10/05, 01/08/12

Name of entity

Alkane Resources Ltd

ABN

35 000 689 216

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|---|
| 1 | +Class of +securities issued or to be issued | Fully paid ordinary shares (Shares, ALK) |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 27,761,364 |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Fully paid ordinary shares (ALK) |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

4	Do the ⁺ securities rank equally in all respects from the date of allotment with an existing ⁺ class of quoted ⁺ securities?	Yes
	<p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	
5	Issue price or consideration	\$0.55 per share.
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	Placement to be applied to the Tomingley drilling and underground development, Boda and regional drilling, underground equipment, land purchases and the Company's ongoing working capital requirements.
6a	Is the entity an ⁺ eligible entity that has obtained security holder approval under rule 7.1A? If Yes, complete sections 6b – 6h <i>in relation to the ⁺securities the subject of this Appendix 3B</i> , and comply with section 6i	No
6b	The date the security holder resolution under rule 7.1A was passed	Not applicable
6c	Number of ⁺ securities issued without security holder approval under rule 7.1	Not applicable
6d	Number of ⁺ securities issued with security holder approval under rule 7.1A	Not applicable
6e	Number of ⁺ securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)	Not applicable
6f	Number of securities issued under an exception in rule 7.2	Not applicable

+ See chapter 19 for defined terms.

6g	If securities issued under rule 7.1A, was issue price at least 75% of 15 day VWAP as calculated under rule 7.1A.3? Include the issue date and both values. Include the source of the VWAP calculation.	Not applicable	
6h	If securities were issued under rule 7.1A for non-cash consideration, state date on which valuation of consideration was released to ASX Market Announcements	Not applicable	
6i	Calculate the entity's remaining issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements	Not applicable	
7	Dates of entering +securities into uncertificated holdings or despatch of certificates	5 December 2019	
8	Number and +class of all +securities quoted on ASX (<i>including</i> the securities in section 2 if applicable)	Number	+Class
		533,857,586	Fully paid ordinary shares (ALK)
9	Number and +class of all +securities not quoted on ASX (<i>including</i> the securities in section 2 if applicable)	Number	+Class
		10,236,883	Employee Performance Rights LTI FY 2018
		8,239,178	Employee Performance Rights LTI FY 2019
		3,853,701	Employee Performance Rights LTI FY 2020
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	Same distribution entitlements as existing Shares	

Part 2 – DELETED – NOT APPLICABLE

+ See chapter 19 for defined terms.

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) Securities described in Part 1

(b) All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders

36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 A copy of any trust deed for the additional +securities

Quotation agreement

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

+ See chapter 19 for defined terms.

Appendix 3B – Annexure 1

Calculation of placement capacity under rule 7.1 and rule 7.1A for eligible entities

Introduced 01/08/12 Amended 04/03/13

deleted – not applicable