

ASX Announcement

4 October 2019

COMPLETION OF PLACEMENT AND CLEANSING NOTICE

New World Cobalt Limited (ASX:NWC) ("the Company") advises that further to its announcement of 30 September 2019, it has now completed the placement of 100,000,000 ordinary shares ("Shares") at an issue price of \$0.02 per Share, together with 25,000,000 free attaching unlisted options exercisable at \$0.04 each on or before 27 September 2022 ("the Placement"). The Placement was undertaken pursuant to the Company's available capacity under Listing Rules 7.1 (49,996,648 securities) and 7.1A (75,003,352 Shares).

Additional information required under ASX Listing Rule 3.10.5A in relation to the Placement

(a) The dilution to existing shareholders as a result of the Placement is as follow:

Placement issue under Listing Rule 7.1	2.9%
Placement issue under Listing Rule 7.1A	8.6%
Total dilution as a result of the Placement	11.5%

(b) The Company undertook the Placement pursuant to Listing Rule 7.1A as it was considered to be the most certain and efficient method for raising the required funds at the time.

(c) The Placement was not underwritten.

(d) The Company will incur expenses in relation to the Placement of approximately \$140,000.

Revised Terms – Columbia Mine Acquisition

The Company also advises that it has issued a further 655,119 Shares, pursuant to an amendment to the agreement in relation to the Company's rights to explore and develop a privately-owned 120-acre parcel of land that includes and encompasses the high-grade Columbia Copper-Cobalt Mine ("Columbia Mine") in Nevada, USA. The Columbia Mine forms part of the Company's existing Goodsprings Copper-Cobalt Project. The revised acquisition terms are:

- (i) The Company has been granted a 3-year extension until 2 October 2022 ("Extension Date"), to complete sufficient work to calculate a JORC Inferred Resource estimate and reduce the area of influence to 20 acres (*previously 2 October 2019*);
- (ii) In the event the cobalt price exceeds US\$25/lb for 10 consecutive days ("Price Threshold Date") during this 3 year extension period, the Company will only have until the earlier of (i) 12 months from the Price Threshold Date; or (ii) 2 October 2022; to satisfy its obligations to calculate a JORC Inferred Resource estimate and reduce the area of influence to 20 acres; and

- (iii) Prior to the Extension Date, the Company will make annual payments to the vendor to maintain its rights for each subsequent year of the extension, comprising (i) US\$5,000 cash; and (ii) US\$10,000 worth of Shares in the Company. For each payment instalment, the number of Shares to be issued will be based on the 10-day volume weighted average price of the Company's shares immediately prior to the date of each Share issue.

All other terms remain the same as per the Company's previous announcements in relation to the Columbia Mine Acquisition.

Cleansing Notice

The Company issued the Shares without disclosure to investors under Part 6D.2 of the Corporations Act 2001 (Cth) ("the Act"). For the purposes of section 708A(5)(e) of the Act, the Company notifies ASX that:

- (a) the Shares were issued without disclosure to investors under Part 6D.2 of the Act;
- (b) this notice is being given under section 708A(5)(e) of the Act;
- (c) 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
- (d) as at the date of this notice, there is no information that:
 - (i) has been excluded from a continuous disclosure notice given to ASX in accordance with the ASX Listing Rules; and
 - (ii) investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - (A) the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - (B) the rights and liabilities attaching to fully paid ordinary shares.

For further information please contact:

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