

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

New World Cobalt Limited

ABN

23 108 456 444

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 | (i) Fully paid ordinary shares (Shares)
(ii) Unlisted options (Options)
(iii) Shares |
| 2 | Number of securities issued or to be issued (if known) or maximum number which may be issued | (i) 100,000,000 Shares issued pursuant to the share placement announced on 30 September 2019 (Placement)
(ii) 25,000,000 free attaching Options issued pursuant to the Placement
(iii) 655,119 Shares issued in relation to the Company's acquisition of the rights to explore and develop the high-grade Columbia Copper-Cobalt Mine Deposit in Nevada USA (Columbia Mine) |
| 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) | (i) Fully paid ordinary shares ranking equally with existing quoted Shares
(ii) Options exercisable at \$0.04 each on or before 27 September 2022
(iii) Fully paid ordinary shares ranking equally with existing quoted Shares |

4	<p>Do the securities rank equally in all respects from the date of allotment with an existing class of quoted securities?</p> <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 	<p>(i) Yes</p> <p>(ii) No – the shares issued pursuant to the exercise of the Options will rank equally with the existing quoted shares</p> <p>(iii) Yes</p>
5	Issue price or consideration	<p>(i) \$0.02 per Share</p> <p>(ii) The Options were issued as free attaching options on a 1 for 4 basis, pursuant to the Placement</p> <p>(iii) The Shares were issued at a deemed issue price of \$0.022725 per share, as part consideration in relation to the Company's rights to explore and develop the Columbia Mine</p>
6	<p>Purpose of the issue</p> <p>(If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>(i) Issued pursuant to the Placement announced on 30 September 2019</p> <p>(ii) Issued pursuant to the Placement announced on 30 September 2019</p> <p>(iii) The Shares were issued as part consideration for the acquisition of the Company's rights in relation to the Columbia Mine (refer further the Company's announcement of 4 October 2019)</p>
6a	<p>Is the entity an eligible entity that has obtained security holder approval under rule 7.1A?</p> <p>If Yes, complete sections 6b – 6h <i>in relation to the securities the subject of this Appendix 3B</i>, and comply with section 6i</p>	Yes
6b	The date the security holder resolution under rule 7.1A was passed	30 November 2018

6c	Number of securities issued without security holder approval under rule 7.1	50,651,767				
6d	Number of securities issued with security holder approval under rule 7.1A	75,003,352 (Placement Shares)				
6e	Number of securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)	Nil				
6f	Number of securities issued under an exception in rule 7.2	Nil				
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.	Yes Placement Shares issued on 4 October 2019 at \$0.02. The applicable 15 day VWAP was \$0.020988 (Source: IRESS)				
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	<u>ASX Listing Rule 7.1</u> 3,604,468 Securities <u>ASX Listing Rule 7.1A</u> Nil Shares				
7	Dates of entering securities into uncertificated holdings or despatch of certificates	4 October 2019				
8	Number and class of all securities quoted on ASX (including the securities in section 2 if applicable)	<table><tr><th>Number</th><th>Class</th></tr><tr><td>873,187,440</td><td>Fully paid ordinary shares</td></tr></table>	Number	Class	873,187,440	Fully paid ordinary shares
Number	Class					
873,187,440	Fully paid ordinary shares					

9 Number and class of all securities not quoted on ASX (including the securities in section 2 if applicable)

Number	Class
1,250,000	Unlisted Options exercisable at \$0.125 on or before 13 December 2019
10,000,000	Unlisted Options exercisable at \$0.0995 on or before 10 May 2020
833,334	Unlisted Options exercisable at \$0.12 on or before 22 September 2020
750,000	Unlisted Options exercisable at \$0.0225 on or before 24 January 2021
1,050,000	Unlisted Options exercisable at \$0.1245, \$0.1495, \$0.1745, \$0.1995 and \$0.2245 on or before 13 December 2021
35,000,000	Unlisted Options exercisable at \$0.02 on or before 30 June 2022
25,000,000	Unlisted Options exercisable at \$0.04 on or before 27 September 2022

10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)

N/A

Part 2 - Bonus issue or pro rata issue

Questions 11 to 33 are not applicable

Part 3 - Quotation of the Unlisted Options is not sought

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

34 Type of securities
(tick one)

(a) ☒ Shares 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)

Questions 35 to 42 are not applicable

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
 - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any securities to be quoted and that no-one has any right to return any securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the securities be quoted.
 - If we are a trust, we warrant that no person has the right to return the securities to be quoted under section 1019B of the Corporations Act at the time that we request that the securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before quotation of the securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here: Ian Cunningham
 (Company Secretary)

Date: 4 October 2019

Appendix 3B – Annexure 1

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

Introduced 01/08/12

Part 1

Rule 7.1 – Issues exceeding 15% of capital	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
Insert number of fully paid ordinary securities on issue 12 months before date of issue or agreement to issue	509,427,237
Add the following: <ul style="list-style-type: none"> Number of fully paid ordinary securities issued in that 12 month period under an exception in rule 7.2 Number of fully paid ordinary securities issued in that 12 month period with shareholder approval Number of partly paid ordinary securities that became fully paid in that 12 month period Note: <ul style="list-style-type: none"> Include only ordinary securities here – other classes of equity securities cannot be added Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed It may be useful to set out issues of securities on different dates as separate line items 	240,606,290
Subtract the number of fully paid ordinary securities cancelled during that 12 month period	Nil
“A”	750,033,527

Step 2: Calculate 15% of “A”	
“B”	0.15 <i>[Note: this value cannot be changed]</i>
Multiply “A” by 0.15	112,505,029
Step 3: Calculate “C”, the amount of placement capacity under rule 7.1 that has already been used	
<p>Insert number of equity securities issued or agreed to be issued in that 12 month period <i>not counting</i> those issued:</p> <ul style="list-style-type: none"> Under an exception in rule 7.2 Under rule 7.1A With security holder approval under rule 7.1 or rule 7.4 <p><i>Note:</i></p> <ul style="list-style-type: none"> <i>This applies to equity securities, unless specifically excluded – not just ordinary securities</i> <i>Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed</i> <i>It may be useful to set out issues of securities on different dates as separate line items</i> 	<p>1,765,690 shares (16/10/2018) 750,000 unlisted options (25/01/2019) 20,324,708 shares (25/01/2019) 35,000,000 unlisted options (408,396 shares (27/08/2019) 24,996,648 shares (4/10/2019) 25,000,000 unlisted options (4/10/2019) 655,119 shares (4/10/2019)</p> <p>-</p>
“C”	108,900,561
Step 4: Subtract “C” from [“A” x “B”] to calculate remaining placement capacity under rule 7.1	
<p>“A” x 0.15</p> <p><i>Note: number must be same as shown in Step 2</i></p>	112,505,029
<p>Subtract “C”</p> <p><i>Note: number must be same as shown in Step 3</i></p>	108,900,561
Total [“A” x 0.15] – “C”	<p>3,604,468</p> <p><i>[Note: this is the remaining placement capacity under rule 7.1]</i></p>

Part 2

Rule 7.1A – Additional placement capacity for eligible entities	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
“A” <i>Note: number must be same as shown in Step 1 of Part 1</i>	750,033,527
Step 2: Calculate 10% of “A”	
“D”	0.10 <i>Note: this value cannot be changed</i>
Multiply “A” by 0.10	75,003,352
Step 3: Calculate “E”, the amount of placement capacity under rule 7.1A that has already been used	
Insert number of equity securities issued or agreed to be issued in that 12 month period under rule 7.1A Notes: <ul style="list-style-type: none"> • <i>This applies to equity securities – not just ordinary securities</i> • <i>Include here – if applicable – the securities the subject of the Appendix 3B to which this form is annexed</i> • <i>Do not include equity securities issued under rule 7.1 (they must be dealt with in Part 1), or for which specific security holder approval has been obtained</i> • <i>It may be useful to set out issues of securities on different dates as separate line items</i> 	75,003,352 (4/10/2019)
“E”	75,003,352

Step 4: Subtract “E” from [“A” x “D”] to calculate remaining placement capacity under rule 7.1A	
“A” x 0.10 <i>Note: number must be same as shown in Step 2</i>	75,003,352
Subtract “E” <i>Note: number must be same as shown in Step 3</i>	75,003,352
Total [“A” x 0.10] – “E”	Nil <i>Note: this is the remaining placement capacity under rule 7.1A</i>