

January 31, 2019
ASX: KAS
Share price: \$0.12



NON RENOUNCEABLE RIGHTS ISSUE TO RAISE APPROXIMATELY \$2.5M

ABOUT KASBAH

Kasbah is an Australian listed mineral exploration and development company.

The company (75%) and its Joint Venture partners, Toyota Tsusho Corp (20%) and Nittetsu Mining Co. (5%), are advancing the Achmmach tin project towards production in the Kingdom of Morocco.

PROJECTS

Achmmach Tin Project
Bou El Jaj Tin Project

CAPITAL STRUCTURE

Shares on Issue:	106m
Unlisted Options:	0.6m
Unlisted Rights:	13m
Cash @ 31/12/18:	\$1.7m

MAJOR SHAREHOLDERS

Pala Investments	21.2%
African Lion Group	12.9%

CONTACT US

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Kasbah Resources Limited (ASX: KAS) (“Kasbah” or the “Company”) announces the launch of an underwritten¹ non-renounceable rights issue to raise approximately A\$2.5m before costs (“Entitlement Offer”).

Purpose of Entitlement Offer

The proceeds of the Entitlement Offer will be used by Kasbah to continue to progress the Achmmach Tin Project towards a final investment decision. This includes completion of front end engineering design (“FEED”) and progression of project financing activities. The proceeds of the Entitlement Offer are expected to be sufficient to fund the activities of Kasbah through the 2019 calendar year in the absence of a final investment decision in respect of the Achmmach Tin Project.

The Chief Executive Officer of Kasbah, Russell Clark, commented *“The Entitlement Offer is important to ensure that momentum in the Achmmach Project can be maintained. The key reason for this raising so soon after the December SPP and extension of the Pala loan is that the Japanese financing process is taking longer than previously expected. We would have preferred to have achieved greater certainty regarding the Japanese debt process prior to raising more equity, but the reality is more time is required and it is important that Kasbah is fully funded, with appropriate buffer, to pursue its options and advance its project financing negotiations from a strong financial position.”*

“We continue to work actively with our Japanese partners, Toyota Tsusho and Nittetsu Mining, to progress the Achmmach Project towards a final investment decision. This has included extensive interactions with a Japanese agency to provide credit support for the project. Whilst this process is advanced, the outcome and timing remain uncertain, and it is important that Kasbah maintain its activities and continue considering funding alternatives while this process is ongoing.”

“We welcome and appreciate the continued strong support from our major shareholder, Pala Investments (Pala), for the Entitlement Offer. While Pala has committed to sub-underwrite the Entitlement Offer, Kasbah has gone to considerable efforts to ensure it can fully utilise demand from other investors, both existing holders and new investors, through the shortfall facility and sub-underwriting structure. Pala’s sub-underwriting has been offered to provide certainty to the fund raise, but it has expressed a strong view that it would welcome other and new shareholder participation to minimise the extent of its take up in excess of its pro rata entitlement. The structure of the raising allows Kasbah to announce a transaction with certainty of funding while balancing the desire of the company to fully explore the potential for its existing holders and new investors to support Kasbah at this time of improving tin prices. The Board of Kasbah intend to take up their entitlements in the offer.”

¹ Pala Investments has given an irrevocable commitment to take up its entitlement in full and Taylor Collison has underwritten the balance of the raising.

Details of the Entitlement Offer

The summary terms of the Entitlement Offer are as follows:

- One (1) new fully paid ordinary share (“New Shares”) for every four (4) shares held at the Record Date.
- The issue price is 9.5 cents (\$0.095) per New Share, which represents:
 - a 20.8% discount to the last trading price on 30 January 2019;
 - a 16.7% discount to the 10 trading day vwap²;
 - a 15% discount to the 20 trading day vwap²; and
 - a 14.5% discount to the 30 trading day vwap².
- The issue is expected to raise up to approximately \$2.5m before costs.
- Entitlements are non-renounceable and cannot be traded or sold.
- The issue is underwritten by Taylor Collison Limited³.
- Shareholders can apply for additional New Shares pursuant to a shortfall offer in accordance with the shortfall allocation policy (detailed below and further in the Entitlement Offer Booklet).
- New investors can apply for additional New Shares pursuant to a shortfall offer in accordance with the shortfall allocation policy (detailed below and further in the Entitlement Offer Booklet).

An Appendix 3B in relation to the Entitlement Offer is attached.

The Entitlement Offer is being made without a prospectus pursuant to section 708AA of the Corporations Act. The Entitlement Offer Booklet will be lodged with the ASX and all eligible shareholders will shortly receive a copy which will include a personalised application form.

No offer will be made to shareholders with a registered address outside Australia, New Zealand, Thailand, Mauritius, Switzerland or Jersey.

Application for the quotation of the New Shares will be lodged with ASX on completion of the issue.

The Company currently has 106,004,549 ordinary shares on issue. If all 26,501,137 New Shares are issued then the Company will have 132,505,686 ordinary shares on issue following completion (prior to accounting for any rounding for fraction components of shares, which are to be rounded up to the nearest share).

² Volume weighted average price based on days that ASX was open for trading up to and including 30 January 2019.

³ Pala Investments has given an irrevocable commitment to take up its entitlement in full and Taylor Collison has underwritten the balance of the raising.

As at 31 December 2018 the Company had approximately \$1.7 million in cash on hand (on a consolidated basis). Following the completion of the Entitlement Offer, its pro-forma cash position at 31 December 2018 would be approximately \$4.2 million before the costs of the raising⁴.

More details on the Entitlement Offer and how to participate will be included in the Entitlement Offer Booklet.

Underwriting and Sub-Underwriting

Pala Investments (“Pala”) has provided an irrevocable commitment to take up its full entitlement (21.20%) and Taylor Collison Limited (“Taylor Collison”) has agreed to underwrite the balance of the raising and manage the Entitlement Offer. Pala has committed to Taylor Collison to fully sub-underwrite the remainder of the Entitlement Offer for no fee.

Importantly, whilst Pala has agreed to sub-underwrite the Entitlement Offer, the terms of that sub-underwriting agreement provide for Taylor Collison to work with the Company to invite other professional or sophisticated investors to sub-underwrite the Entitlement Offer by 11 February 2019 (the “Sub-Underwriting Invitation Period”). To the extent that valid and acceptable commitments are secured from other sub-underwriters, Taylor Collison will reduce the amount of the Pala sub-underwriting commitment by the same quantity at the conclusion of the Sub-Underwriting Invitation Period. Furthermore, the Shortfall Allocation Policy will enable participation by existing shareholders (excluding Pala) as well as new investors to the Company (explained further below).

The support shown by Pala provides certainty of funding to the Company, whilst also allowing Kasbah and Taylor Collison the opportunity to thoroughly test the interest of the broader market to invest in Kasbah in a fully informed market environment, thereby allowing Kasbah to mitigate the increased ownership of the Company by Pala to the extent other investment demand is committed.

Shortfall Applications and Shortfall Allocation Policy

Eligible shareholders will have the opportunity to apply for additional New Shares in excess of their entitlement at the issue price of 9.5 cents. In summary, eligible shareholders have the following options available to them:

- Take up their full entitlement;
- Take up any number of shares less than their full entitlement;
- Take up their full entitlement and apply for shares above their full entitlement (with no cap other than to prevent a shareholder from holding voting power in Kasbah in excess of 19.9%); or
- Allow their entitlement to lapse and take up no additional shares.

In addition, new professional or sophisticated investors will be allowed to bid into a bookbuild, managed by Taylor Collison, to take shares in any shortfall (in priority to the sub-underwriters) following allocation of shortfall shares to eligible shareholders.

⁴ The costs of the raising are estimated to range between \$0.2 million and \$0.3 million and will depend on the level of sub-underwriting commitments (if any) obtained by Taylor Collison during the Sub-Underwriting Invitation Period.

In summary, the allocation of shares will occur in the following descending order of priority (“Shortfall Allocation Policy”):

1. Take up of pro rata entitlements by existing shareholders. This includes Pala.
2. Issue of any shortfall shares to existing shareholders who apply for shares above their full entitlement. This excludes Pala. In the event there are oversubscriptions for shortfall shares from existing shareholders, shortfall shares will be issued on a pro rata basis to existing shareholdings provided that a shareholder’s resulting voting power in Kasbah does not exceed 19.9%.
3. Issue of any shortfall shares to new investors who bid for shortfall shares. These allocations will be made by Taylor Collison through discussion with Kasbah.
4. Issue of shares to sub-underwriters being those who have provided commitments to Taylor Collison during the Sub-Underwriting Invitation Period and Pala. Allocations to sub-underwriters will be on a pro rata basis to the amounts sub-underwritten.

Details of the final allocation will be made to the ASX at the conclusion of the Entitlement Offer.

Whilst Pala has advised the Company that it has no present intention to exercise its conversion right under the Pala convertible loan (approved by shareholders on 21 December 2018) (“Pala Convertible Loan”), Pala reserves its right to convert and the potential resulting shareholdings of Pala are shown in the table below.

Pala Convertible Loan Scenarios	Pala % holding in the Company’s ordinary shares	Post Entitlement Offer % shares issued under Pala sub-underwriting arrangement ⁵		
		0%	50%	100%
Pala ordinary shareholding assuming Pala Convertible Loan not converted	21.2%	21.2%	29.1%	37.0%
Pala shareholding assuming Pala Convertible Loan converted on 31-Jan-2019 ⁶	43.9%	40.5%	46.5%	52.4%
Pala shareholding assuming Pala Convertible Loan converted at 31-Dec-2020 ⁷	48.4%	44.6%	50.1%	55.7%

⁵ Pala has provided an irrevocable commitment to take up its full entitlement (21.2%) under the Entitlement Offer and will sub-underwrite the balance of the Entitlement Offer. These figures reflect Pala taking up its full entitlement and various levels of sub-underwriting by Pala, which will depend on the extent to which Taylor Collison is able to procure commitments from other sub-underwriters during the Sub-Underwriting invitation Period (which commitments will reduce the extent of Pala’s sub-underwriting).

⁶ Pala’s shareholding assuming the Pala Convertible Loan converted on 31 January 2019 is based on the Pala Convertible Loan having an outstanding balance of \$5.16 million as at 31 January 2019.

⁷ The extension of the Pala Convertible Loan until 31 Dec 2020 is at Kasbah’s election only. The calculations above are based on the assumption that Pala converts the Pala Convertible Loan on 31 December 2020 with all interest and fees capitalised resulting in a Pala Convertible Loan balance of \$6.7 million a maximum number of shares that can be issued under the Pala Convertible Loan of 55,900,359.

Rights Issue Timetable

Event	Date
Announcement of Entitlement Offer	Thursday, 31 January 2019
Record Date (5.00pm WST)	Tuesday, 5 February 2019
Entitlement Offer Booklet sent to shareholders and Entitlement Offer opens	Thursday, 7 February 2019
Sub-Underwriting Invitation Period Ends (5.00pm WST)	Monday, 11 February 2019
Entitlement Offer closes (5.00pm WST)	Wednesday, 27 February 2019
New Shares quoted on a deferred settlement basis under the Entitlement Offer	Thursday, 28 February 2019
Shortfall Notification Date – Advise ASX of shortfall Offer	Monday, 4 March 2019
Issue New Shares	Wednesday, 6 March 2019
Despatch of holding statements for New Shares under the Entitlement Offer and normal trading of New Shares commences	Thursday, 7 March 2019

The above timetable is indicative only and subject to change. Subject to the Listing Rules, the directors (subject to the agreement of Taylor Collison) reserve the right to vary these dates, including the Closing Date, without prior notice. Any extension of the Closing Date will have a consequential effect on the anticipated date for issue of the New Shares. The directors also reserve the right not to proceed with the whole or part of the offers at any time prior to allotment. In that event, the relevant application monies will be returned without interest in accordance with the Corporations Act.

The Entitlement Offer Booklet will be sent to all eligible shareholders. Should shareholders have any questions in relation to the Entitlement Offer please contact the Company directly.

For and on behalf of the Board

For further information please contact:

Keith Pollocks

Chief Financial Officer & Company Secretary

T: +61 3 9482 2223

E: kpolllocks@kasbahresources.com

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, 04/03/13

Name of entity

KASBAH RESOURCES LIMITED

ABN

78 116 931 705

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) |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 26,501,137 Shares to be issued under a non-accelerated non-renounceable 1:4 Entitlement Offer announced on 31 January 2019. |
| 3 | Principal terms of the +securities (e.g. 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 |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

<p>4 Do the +securities rank equally in all respects from the +issue date 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>Yes</p>
<p>5 Issue price or consideration</p>	<p>\$0.095 per fully paid ordinary share.</p>
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>The proceeds will be used to continue to progress the Achmmach Tin Project towards a final investment decision. This includes completion of front end engineering design and progression of project financing activities.</p>
<p>6a Is the entity an +eligible entity that has obtained security holder approval under rule 7.1A?</p> <p>If Yes, complete sections 6b – 6h in relation to the +securities the subject of this Appendix 3B, and comply with section 6i</p>	<p>Yes</p>
<p>6b The date the security holder resolution under rule 7.1A was passed</p>	<p>20 December 2018</p>
<p>6c Number of +securities issued without security holder approval under rule 7.1</p>	<p>Nil</p>

+ See chapter 19 for defined terms.

6d	Number of +securities issued with security holder approval under rule 7.1A	Nil				
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	26,501,137 Shares				
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.	N/A				
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	N/A				
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					
7	<p>+Issue dates</p> <p><small>Note: The issue date may be prescribed by ASX (refer to the definition of issue date in rule 19.12). For example, the issue date for a pro rata entitlement issue must comply with the applicable timetable in Appendix 7A.</small></p> <p><small>Cross reference: item 33 of Appendix 3B.</small></p>	The Shares are expected to be issued on 6 March 2019.				
8	Number and +class of all +securities quoted on ASX (including the +securities in section 2 if applicable)	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Number</th> <th style="text-align: left;">+Class</th> </tr> </thead> <tbody> <tr> <td style="vertical-align: top;">132,505,686</td> <td style="vertical-align: top;">Fully paid ordinary shares</td> </tr> </tbody> </table>	Number	+Class	132,505,686	Fully paid ordinary shares
Number	+Class					
132,505,686	Fully paid ordinary shares					

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (including the +securities in section 2 if applicable)	300,000	Options exercisable at \$0.33 on or before 4 May 2010
	300,000	Options exercisable at \$0.22 on or before 25 July 2020
	9,651,732	Performance Rights
	3,327,424	Share Rights
10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	No dividend policy is currently in place	

Part 2 - Pro rata issue

11 Is security holder approval required?	No
12 Is the issue renounceable or non-renounceable?	Non-renounceable
13 Ratio in which the +securities will be offered	One (1) Share for every four (4) Shares held on the Record Date
14 +Class of +securities to which the offer relates	Fully paid ordinary shares
15 +Record date to determine entitlements	5.00pm WST, 5 February 2019
16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	No
17 Policy for deciding entitlements in relation to fractions	Fractions will be rounded up to the nearest share

+ See chapter 19 for defined terms.

- | | | |
|----|---|---|
| 18 | Names of countries in which the entity has security holders who will not be sent new offer documents

<small>Note: Security holders must be told how their entitlements are to be dealt with.

Cross reference: rule 7.7.</small> | Shareholders with registered addresses outside Australia, New Zealand, Mauritius, Thailand, Jersey, Switzerland are not Eligible Shareholders and will not be sent new offer documents. |
| 19 | Closing date for receipt of acceptances or renunciations | 5:00pm WST, 27 February 2019 |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

20	Names of any underwriters	Taylor Collison Limited (Taylor Collison) has agreed to underwrite the portion of the raising that is not the subject of Pala Investments Limited's (Pala) commitment to take up its full entitlement.
21	Amount of any underwriting fee or commission	Taylor Collison: management fee of A\$50,000 plus an underwriting fee of 4% of the proceeds of the Entitlement Offer that are not the subject of the Pala commitment and are committed by sub-underwriters other than Pala.
22	Names of any brokers to the issue	N/A
23	Fee or commission payable to the broker to the issue	N/A
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders	N/A
25	If the issue is contingent on security holders' approval, the date of the meeting	N/A
26	Date entitlement and acceptance form and offer documents will be sent to persons entitled	7 February 2019
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	N/A
28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A
30	How do security holders sell	N/A

+ See chapter 19 for defined terms.

their entitlements *in full* through a broker?

31 How do security holders sell *part* of their entitlements through a broker and accept for the balance?

N/A

+ See chapter 19 for defined terms.

Appendix 3B New issue announcement

- 32 How do security holders dispose of their entitlements (except by sale through a broker)?
- 33 ⁺Issue date

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

⁺ See chapter 19 for defined terms.

Entities that have ticked box 34(b)

38 Number of +securities for which +quotation is sought N/A

39 +Class of +securities for which quotation is sought N/A

40 Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities?

If the additional +securities do not rank equally, please state:

- 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

N/A

41 Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another +security, clearly identify that other +security)

N/A

	Number	+Class
42 Number and +class of all +securities quoted on ASX (including the +securities in clause 38)	N/A	

+ See chapter 19 for defined terms.

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 is not available now, we 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: 
Company secretary

Date: 31 January 2019

Print name: Keith Pollocks

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+ See chapter 19 for defined terms.

+ 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

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 the +issue date or date of agreement to issue	104,441,749 (post consolidation)												
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 <p><i>Note:</i></p> <ul style="list-style-type: none"> • <i>Include only ordinary securities here – other classes of equity securities cannot be added</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> 	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; padding: 2px;">66,770 (post consolidation) – 6 Feb 2018</td> <td style="width: 50%;"></td> </tr> <tr> <td style="padding: 2px;">314,467 (post consolidation) – 7 Dec 2018</td> <td></td> </tr> <tr> <td style="padding: 2px;">1,181,833 (post consolidation) – 14 Dec 2018</td> <td></td> </tr> <tr> <td style="padding: 2px;">26,501,137 – 6 March 2019</td> <td></td> </tr> <tr> <td style="padding: 2px;">Nil</td> <td></td> </tr> <tr> <td style="padding: 2px;">Nil</td> <td></td> </tr> </table>	66,770 (post consolidation) – 6 Feb 2018		314,467 (post consolidation) – 7 Dec 2018		1,181,833 (post consolidation) – 14 Dec 2018		26,501,137 – 6 March 2019		Nil		Nil	
66,770 (post consolidation) – 6 Feb 2018													
314,467 (post consolidation) – 7 Dec 2018													
1,181,833 (post consolidation) – 14 Dec 2018													
26,501,137 – 6 March 2019													
Nil													
Nil													
Subtract the number of fully paid +ordinary securities cancelled during that 12 month period	Nil												
“A”	132,505,686												

+ See chapter 19 for defined terms.

Step 2: Calculate 15% of “A”	
“B”	0.15
Multiply “A” by 0.15	19,875,852
Step 3: Calculate “C”, the amount of placement capacity under rule 7.1 that has already been used	
<p><i>Insert</i> 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> 	Nil
“C”	-
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>	19,875,852
<p>Subtract “C”</p> <p><i>Note: number must be same as shown in Step 3</i></p>	-
<p>Total [“A” x 0.15] – “C”</p>	<p>19,875,852</p> <p><i>Note: this is the remaining placement capacity under rule 7.1</i></p>

+ See chapter 19 for defined terms.

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>	132,505,686
Step 2: Calculate 10% of “A”	
“D”	0.10 <i>Note: this value cannot be changed</i>
Multiply “A” by 0.10	13,250,568
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> 	Nil
“E”	-

+ See chapter 19 for defined terms.

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>	13,250,568
Subtract “E” <i>Note: number must be same as shown in Step 3</i>	Nil
Total [“A” x 0.10] – “E”	13,250,568 <i>Note: this is the remaining placement capacity under rule 7.1A</i>

+ See chapter 19 for defined terms.