

MOD Raises \$14.6 Million in Oversubscribed Share Placement

- \$14.6M raised in share placement to institutions, professional and sophisticated investors (before costs)
- Placement was heavily oversubscribed
- A range of quality institutional investors join MOD's share register

MOD Resources Ltd (ASX: MOD) has welcomed a number of institutional investors onto its share register as a result of a A\$14.6 million oversubscribed share placement (the Placement).

MOD is actively exploring for sediment-hosted deposits in the Kalahari Copper Belt in Botswana with AIM-listed joint venture partner Metal Tiger Plc (30%).

Funds raised from the Placement will primarily be used towards a substantial CY17 exploration program, which aims to extend the T3 open pit to the east and west and at depth, the T3 dome, and to test other targets in the T3 area and regionally.

MOD is also progressing a pre-feasibility study (PFS) for an open pit mine at the potentially expanded T3 project, including baseline environmental studies and commencement of early stage permitting activities.

The Placement, which remains subject to the clearance of funds, involved receiving firm commitments from sophisticated and institutional investors for 235.42 million fully paid ordinary shares at \$0.062 per share to raise \$14.6 million before costs. The Placement was done using the Company's existing placement capacity and the offer price represented a discount of approximately 2.2% to the 15-day VWAP. Blue Ocean Equities acted as the Lead Manager to the Placement.

MOD has had significant exploration success in 2017 with the discovery of multiple substantial copper zones below the existing T3 resource. On 6 March 2017, MOD announced an intersection of 72.6m @ 1.5% Cu and 27g/t Ag, which included 18m @ 2.7% Cu and 52g/t Ag below T3.

MOD's Chairman, Mr Mark Clements commented "The Board is extremely pleased to see such high calibre institutions support our growth strategy by participating in this placement. We look forward to an exciting period of exploration and project development in this highly prospective region."

-ENDS-

For and on behalf of the Board.

Julian Hanna
Managing Director

Mark Clements
Executive Chairman and Company Secretary

Jane Stacey/Margie Livingston
AMN Corporate
+61 412 159 433
jane@amncorporate.com
[About MOD Resources](#)

MOD Resources Ltd (ASX: MOD) is an Australian-listed copper company actively exploring in the Kalahari Copper Belt, Botswana. The Company has a joint venture with AIM-listed Metal Tiger Plc (30%) which includes the T3 copper/silver deposit where a discovery RC drill hole intersected 52m @ 2.0% Cu and 32g/t Ag from shallow depth in March 2016.

MOD announced a substantial maiden copper/silver resource at T3 on 26 September 2016. Total cost of discovery of T3 and delineation of the maiden resource was an exceptionally low US\$1.7 million, equivalent to only US\$0.22 cents/lb copper contained within the resource.

On 6 December 2016, MOD announced the results of its scoping study for an open pit mine at T3. A pre-feasibility study (PFS) commenced in early 2017. MOD is continuing with the strategy to test extensions to T3 and conduct a regional exploration program exploring for satellite deposits at other priority targets around T3.

On 6 March 2017, the Company announced an intersection of 72.6m @ 1.5% Cu and 27g/t Ag, which included 18m @ 2.7% Cu and 52g/t Ag below T3.

Competent Person's Statement

The information in this announcement that relates to Geological Data and Exploration Results at the Botswana Copper/Silver Project, which includes T3 is reviewed and approved by Jacques Janse van Rensburg, BSc (Hons), Business Development Manager for MOD Resources Ltd. He is registered as a Professional Natural Scientist with the South African Council for Natural Scientific Professions (SACNASP) No. 400101/05 and has reviewed the technical information in this report. Mr Janse van Rensburg has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and the activity, which it is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves. Mr Janse van Rensburg consents to the inclusion in this announcement of the matters based on information in the form and context in which it appears.

No New Information

To the extent that this announcement contains references to prior exploration results and Mineral Resource estimates, which have been cross referenced to previous market announcements made by the Company, unless explicitly stated, no new information is contained. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

Exploration Targets and Results

This announcement refers to Exploration Targets as defined under Sections 18 and 19 of the 2012 JORC Code. The Exploration Targets quantity and quality referred to in this announcement are conceptual in nature. Apart from T3 and T1, there has been insufficient exploration at other Exploration Targets (for example the "T3 Dome") mentioned in this announcement to define a Mineral Resource and it is uncertain if further exploration will result in the Exploration Targets along the T3 Dome being delineated as a Mineral Resource. This announcement includes drill hole intersections, which have been announced by MOD Resources Limited previously.

Forward Looking Statements and Disclaimers

This announcement includes forward-looking statements that are only predictions and are subject to risks, uncertainties and assumptions, which are outside the control of MOD Resources Limited.

Actual values, results, interpretations or events may be materially different to those expressed or implied in this announcement. Given these uncertainties, recipients are cautioned not to place reliance on forward-looking statements in the announcement as they speak only at the date of issue of this announcement.

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