



## Over-subscribed placement raises \$5M

## Cape Ray ownership increases to 100%

### Highlights

- **\$5m placement to sophisticated and professional Investors (s708 of Corporations Act 2001)**
  - Issue price of \$0.16/share with one free attached option at an exercise price of \$0.23 and 3 year expiry
- **Highly regarded mining executive, Mark Clark and other WA gold mining figures are cornerstone investors in the Placement**
- **Majority of funds raised will be used in the upcoming exploration season commencing later this quarter**
  - ~75% targeting resource expansion at Central Zone (Resource - 810koz at 2.6g/t Au)<sup>1</sup>
  - ~25% drilling at greenfield exploration targets and Window Glass Hill
- **Matador has also agreed to acquire the outstanding 20% interest in the Cape Ray Gold Project pre-placement, increasing the Company's ownership to 100%**

**Matador Mining Limited (ASX: MZZ, MZZO) (Matador or the Company)** is pleased to announce the completion of a \$5 million capital raising to sophisticated and professional Investors (**Placement**). The Placement was oversubscribed from both existing and new investors. Former Executive Chairman of Regis Resources, Mark Clark and other WA gold mining figures, including Nick Giorgetta, are cornerstone investors in the Placement.

Funds raised from the Placement will be used in the upcoming exploration program that is expected to commence later this quarter. The focus of this program will be the continued growth of the existing 1.02Moz Au resource at the Cape Ray Gold Project (**Cape Ray Project** or the **Project**), specifically targeting Central Zone, which alone accounts for 810koz Au at 2.6g/t Au.<sup>1</sup> In addition, the Company will test a number of highly prospective green field exploration targets (ASX announcement 12<sup>th</sup> March 2019 - Multiple Greenfields exploration targets identified) that show excellent potential, however have never been drill tested.

In addition to the Placement, the Company has also reached conditional agreement to acquire the remaining 20% of the Cape Ray Gold Project (**Acquisition**). On completion of the Acquisition, Matador will own 100% of the Project.

<sup>1</sup> ASX announcement 30<sup>th</sup> January 2019 "Gold resource exceeds one million ounces at Cape Ray." Matador confirms that it is not aware of any new information or data that materially affects the information included in the announcement of 30<sup>th</sup> January 2019 and that all material assumptions and technical parameters underpinning the Mineral Resource estimate in the announcement of 30<sup>th</sup> January 2019 continue to apply and have not materially changed.

## Non-Executive Director, Grant Davey, commented:

*"The Matador team is delighted to have Mark Clark and other WA gold mining figures cornerstone this \$5 million Placement. Their enthusiasm for the opportunity presented by the Cape Ray Project validates the current project status and highlights the Project's potential.*

*"This Placement allows the Matador team to further explore and develop the Cape Ray Project, as well as investigate other gold opportunities in Canada, in fulfilling our company strategy of building a world class gold producer in a first world jurisdiction.*

*"In addition to the Placement, it has been agreed that the outstanding 20% interest in the Cape Ray Project will be acquired, ensuring that 100% of the Cape Ray Gold Project is owned by the Company."*

## Placement

The Placement is being undertaken in two tranches, the first of which comprises the issue of 13,220,833 shares at a price of \$0.16 per share using the Company's existing placement capacity under Australian Securities Exchange (**ASX**) Listing Rules 7.1 and 7.1A (**Tranche One Placement**). Investors in the Tranche One Placement will receive one free attaching option for every one share subscribed for (**Tranche One Options**). The Tranche One Options will have an exercise price of \$0.23, with an expiry date that is three (3) years from the date of issue. The issue of the Tranche One Options will be subject to approval of the Company's shareholders at a general meeting expected to be held in June 2019 (**General Meeting**).

The second tranche, comprising the issue of 18,029,167 shares at a price of \$0.16 per share, is subject to the approval of Matador shareholders (**Tranche Two Placement**). Investors in the Tranche Two Placement will receive one free attaching option for every one share subscribed for (**Tranche Two Options**). The Tranche Two Options will have an exercise price of \$0.23, with an expiry date that is three (3) years from the date of issue. A general meeting of the Company's shareholders is expected to be held in June 2019 to approve the Tranche Two Placement.

The issue price represents a discount of 16% to the last closing price for Matador shares on the ASX of \$0.19 cents on 29 March 2019.

## Acquisition of remaining 20% interest in Cape Ray

The Company has entered into a binding conditional agreement with Maple Mining Pty Ltd (**Maple**) to acquire the remaining 20% interest in the Cape Ray Project. Maple holds 20% of the issued share capital of Matador Canada Pty Ltd (**Matador Canada**), which holds the tenements that comprise the Cape Ray Project.

Subject to the approval by Matador shareholders of the Tranche Two Placement and the issue of the Tranche One and Tranche Two Options, Matador will issue the vendors 13,470,834 Matador shares in consideration for the acquisition of the remaining 20% of Matador Canada. On completion, Matador's ownership in Matador Canada (and the Cape Ray Project) will increase from 80% to 100%.

The Acquisition is conditional on the approval of Matador shareholders. Following completion of the Placement and the Acquisition, the Company will have a total of 98,604,168 shares on issue.

## Indicative timetable

Table 1 below sets out the indicative timetable for completion of the Placement and the Acquisition.

**Table 1. Indicative timetable for completion of the Placement and the Acquisition**

Milestone	Indicative Date
Settlement of Tranche One Placement	Monday 8 April
Trading of Tranche One Placement Shares	Tuesday 9 April
Independent Experts Report on the Acquisition	Tuesday 30 April
Dispatch of Notice of Meeting	Friday 10 May
General meeting of Matador Shareholders	Thursday 13 June
Trading of Tranche Two Placement Shares	Friday 14 June
Issue of Tranche One and Tranche Two Options	Friday 14 June

- ENDS -

## About the Company

Matador Mining Limited (ASX: MZZ) is a gold exploration company with tenure covering 65km of continuous strike along the highly prospective, yet largely under-explored Cape Ray Shear in Newfoundland, Canada. Within the package is a 14km zone of drilled strike which hosts a JORC resource of 1.02Moz Au (14.25Mt at 2.2g/t Au) (see Table 1 below and footnote 1, page 1). The exploration opportunity at Cape Ray is extensive with only a small portion of the 65km strike drilled, and high-grade gold occurrences observed along trend. The Company is currently developing a large-scale exploration and project development program to unlock the value in this considerable package.

**Table 8: CAPE RAY GOLD PROJECT, JORC 2012 Classified Resource Summary – Gold resource only**

	Indicated			Inferred			Total		
	Mt	Au (g/t)	Koz (Au)	Mt	Au (g/t)	Koz (Au)	Mt	Au (g/t)	Koz (Au)
Central	7.69	2.7	660	2.03	2.3	150	9.72	2.6	810
Isle Aux Mort	-	-	-	782	2.4	60	0.78	2.4	60
Big Pond	-	-	-	111	5.3	18	0.11	5.3	18
WGH	-	-	-	3,635	1.2	134	3.63	1.2	134
<b>Total</b>	<b>7.69</b>	<b>2.7</b>	<b>660</b>	<b>6.56</b>	<b>1.7</b>	<b>360</b>	<b>14.25</b>	<b>2.2</b>	<b>1.02</b>

Note: reported at 0.5 g/t Au cutoff grade

To learn more about the Company, please visit [www.matadormining.com.au](http://www.matadormining.com.au), or contact:

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