



Pure Minerals Limited

20 June 2019

ASX Announcement

Placement to raise \$2.1 million for Townsville Energy Chemicals Hub Project

Highlights

- Placement to raise \$2.1 million to institutional and sophisticated investors
- Oversubscribed and well supported by new and existing shareholders
- Funds raised will be used to advance the Townsville Energy Chemicals Hub (TECH) Project
- Pre-Feasibility Study is progressing well and remains on track for completion in Q3 2019

Pure Minerals Limited (ASX:PM1) (“**PM1**” or “the **Company**”) is pleased to announce that it has received firm commitments from institutional and sophisticated investors to raise \$2.1 million (before costs) via a share placement of 123,529,401 fully paid ordinary shares at an issue price of \$0.017 per share (“**Placement**”).

The Placement will be conducted in two tranches.

1. The first tranche will result in the issuance of 86,919,765 shares and be undertaken using the Company’s available placement capacity, comprising:
 - a. 52,151,859 shares under the Company’s Listing Rule 7.1 15% placement capacity; and
 - b. 34,767,906 shares under the Company’s additional Listing Rule 7.1A 10% placement capacity approved by shareholders at the Company’s 2018 annual general meeting;
2. The second tranche of 36,609,636 shares will be issued subject to shareholder approval at a General Meeting (“**GM**”) of shareholders which is expected to be held in August 2019.

The Board was pleased with the significant interest received in the Placement from institutional and sophisticated investors, and the Company expects to issue tranche 1 Placement shares on or around 28 June 2019.

Xcel Capital Pty Ltd acted as Lead Manager to the Placement.

Project Update

PM1’s wholly owned subsidiary, Queensland Pacific Metals Pty Ltd (“**QPM**”) continues to progress on a number of fronts in relation to its proposed battery chemicals TECH Project:

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- Lycopodium is progressing well with the Pre-Feasibility Study (METSIM and ASPEN modelling well advanced, and process flow diagrams 95% completed; vendor discussions commenced for equipment selection) and it remains on track for completion Q3 2019;
 - With the project advancing rapidly, QPM has increased its marketing efforts to potential offtakers and end users and has conducted a number of meetings in Brisbane
 - QPM continues to assess and advance discussions regarding land options in Townsville as potential sites for the project.

The funds from the Placement will be used to advance the development of the TECH Project and for working capital.

Managing Director John Downie commented,

"We are pleased at the tremendous level of support from existing shareholders and we welcome new shareholders to the Company. Since the completion of the acquisition of QPM, industry and investor interest in the Company has grown significantly and we look forward to delivering shareholder value from the ongoing advancement of the TECH Project."

Further information:

John Downie

Managing Director

jdownie@gpmetals.com.au

+61 (0) 408 329 262

Luke Forrestal

Media & Capital Partners

luke.forrestal@mcpartners.com.au

+61 (0) 411 479 144