

ASX Release

Tuesday 12 July 2016

ASX: ACB

**NON-RENOUNCEABLE RIGHTS ISSUE TO RAISE \$4 MILLION**

**Non-Renounceable Rights Issue**

A-Cap Resources Limited ("the Company") is pleased to announce that the Company's board of directors has unanimously resolved to raise approximately A\$4 million by way of a non-renounceable entitlement offer (**Rights Issue or Offer**) to shareholders of approximately 113,636,364 new ordinary shares (**New Shares**) on the basis of 1 new ordinary share in the Company for every 6.48 ordinary shares held on 2 August 2016 (**Record Date**), at an issue price of 3.52 cents per share (**Issue Price**) which will be fully underwritten.

New Shares issued under the Offer will rank equally in all respects with the Company's existing fully paid ordinary shares.

Proceeds from the Rights Issue will be used to progress and finalise a Pre-Feasibility Study and related priority work programmes in respect to the Company's Letlhakane Uranium Project. The priority work programmes comprise update to the mine plan and pit optimisations, metallurgical and process design work, infill drilling to refine JORC Reserves, trial mining and pilot plant study. The funding will also provide additional working capital.

Eligible shareholders will be entitled to subscribe for one (1) New Share for every 6.48 existing ordinary shares held at 5.00pm (AWST) on the Record Date.

The Issue Price represents a 16.1% discount on the closing price of the Company's shares for the last trading day prior to the announcement Friday 8 July 2016.

The Company advises that under the Offer, eligible shareholders will be entitled to participate in a shortfall facility and apply for New Shares in excess of their pro rata entitlements. Any final shortfall will be underwritten by Jiangsu Chixiang Precision Gear Co., Ltd ("**Jiangsu**").

Full details of the Rights Issue will be set out in the Appendix 3B to be lodged with the ASX and in the offer document to be dispatched to eligible shareholders in accordance with the timetable below.

**Underwriting**

It is proposed that the Offer will be fully underwritten by Jiangsu, a company registered and incorporated in China. Jiangsu is listed on National Equities Exchange and Quotations ("NEEQ") in China known as the New Third Board, the over-the-counter ("OTC") stock exchange in China.

Jiangsu is a shareholder of the Company and currently holds as at the date of this announcement 251,400,363 ordinary shares out of 736,086,143 issued ordinary shares in the Company. Full details of the underwriting arrangements will be set out in the offer document to be dispatched to eligible shareholders on or about 4 August 2016.

## Timetable

The Rights Issue will be conducted in accordance with the following indicative timetable:

Announcement of rights issue	Tuesday	12-Jul-16
Lodge Offer Document for rights issue with ASX, ASIC	Tuesday	26-Jul-16
Send notice to shareholders	Wednesday	27-Jul-16
Ex Date	Friday	29-Jul-16
Record Date to determine entitlements to New Shares (Entitlements)	Tuesday	2-Aug-16
Offer Document and Entitlement and Acceptance Forms despatched	Thursday	4-Aug-16
Opening day for acceptances and payment (Opening Date)	Monday	8-Aug-16
Last day for acceptance (Closing Date)	Thursday	25-Aug-16
New Shares quoted on ASX on deferred settlement basis	Friday	26-Aug-16
Notify ASX of undersubscriptions	Monday	29-Aug-16
Issue of New Shares and despatch of holding statements	Wednesday	31-Aug-16
Trading in New Shares commences	Thursday	1- Sept-16

For further information, please contact Nicholas Yeak, Company Secretary on (08) 9278 2614 or email: [info@a-cap.com.au](mailto:info@a-cap.com.au)

The trading halt in the Company's shares can now be lifted.

For and on behalf of the board of  
**A-Cap Resources Limited**



**PAUL THOMSON**  
Chief Executive Officer