

## \$9.5M RIGHTS ISSUE CLOSES WITH STRONG SUPPORT

***Outstanding take-up of 82% by existing shareholders with proceeds to be used to fast-track exploration and feasibility studies at the expanded Ulysses Project***

### **Key Points:**

- **Successful completion of 1 for 6 fully underwritten non-renounceable rights issue.**
- **\$10.3 million in applications received versus \$9.5 million on offer.**
- **New Shares to be issued to shareholders on Monday 20 July 2020.**

Genesis Minerals Limited (**Genesis** or the **Company**) (ASX: GMD) is pleased to advise that the fully underwritten non-renounceable pro-rata rights issue (**Entitlement Offer**) closed on 13 July 2020 with strong support received from shareholders. The Entitlement Offer provided eligible shareholders, with an address in Australia, New Zealand, Malaysia and Canada (Ontario province) on 29 June 2020 to be able to subscribe for one (1) New Share for every six (6) Shares held at an issue price of \$0.042 per New Share to raise approximately \$9.5 million before costs.

The Company received valid applications from shareholders under the Entitlement Offer for 186,183,344 Shares for an amount totalling \$7.82 million. This represents an exceptional take-up rate of 82%. The Company also received valid applications from existing shareholders for 59,270,912 Shares under the Shortfall Offer for an amount totalling \$2.49 million.

The results of the Entitlement Offer are as follows:

Total number of New Shares offered under the Entitlement Offer (including rounding-up)	226,326,261 Shares (\$9.5M)
Pro-rata entitlement Shares applied for and accepted under the Entitlement Offer	186,183,344 Shares (\$7.82M)
Shortfall Shares to be issued under the Shortfall Offer	40,142,917 Shares (\$1.68M)
Applications received for Shortfall Shares under the Shortfall Offer	59,270,912 Shares (\$2.49M)

The Entitlement Offer was fully underwritten by Argonaut Capital Limited. The Company's major shareholder, Alkane Resources Limited (**Alkane**), acted as the priority sub-underwriter to the Entitlement Offer. The Shortfall shares will be allocated to Alkane in accordance with the allocation policy detailed in the offer document. Other shareholders who applied for Shortfall Shares will have their application monies returned (without interest) as soon as practicable.

The New Shares offered under the Entitlement Offer and Shortfall Offer are expected to be issued on Monday 20 July 2020 with normal trading of the New Shares expected to commence on Tuesday 21 July 2020. Holding statements are expected to be despatched to shareholders on Tuesday 21 July 2020.

Alkane will hold a 15.32% interest in the Company following the issue of New Shares. Subject to shareholder approval, the Company will undertake a placement to Alkane of 104,674,734 shares at the same issue price of \$0.042 which will result in Alkane holding a 19.90% interest in the Company

after the completion of the placement. A general meeting of shareholders will be held in early September.

Shareholders should confirm their holding before trading the New Shares. Any shareholder who sells New Shares before receiving confirmation of their holding in the form of a holding statement does so at their own risk.

Commenting on the outcome of the rights issue, Genesis Managing Director Michael Fowler said:

*“This is an exceptional result with the very high level of support received from shareholders reflected in a remarkable 82 per cent take-up rate under the rights issue. The proceeds of the rights issue, together with the recently completed \$10 million share placement to institutional and sophisticated investors, has put Genesis in a very strong financial position.*

*“I would like to take this opportunity to warmly thank all of our shareholders for their support. We see this as a real vote of confidence in our recently announced acquisition of the Kookynie Gold Project which forms part of the strategy to rapidly grow our Resource base and achieve our goal of building a substantial new gold project near Leonora.*

*“We have already commenced work on a Feasibility Study targeting the development of a standalone operation at the enlarged Ulysses Project, scheduled for completion in the first quarter of 2021. This study will incorporate the newly acquired resources and assets from the Kookynie Gold Project and build on the significant work Genesis has already completed on mining the Ulysses Deposit.*

*“In addition, we are looking forward to getting the first drill rig into the field in the coming week and launching a large exploration campaign across the Kookynie Project, which should see us generate substantial news-flow over the coming months.”*

This announcement is approved for release by Michael Fowler, Managing Director for Genesis.

**ENDS**

For further information, visit: [www.genesisminerals.com.au](http://www.genesisminerals.com.au) or please contact

**Investors:**  
**Michael Fowler**  
**Managing Director**  
**Genesis Minerals Limited**  
T: +61 8 9322 6178

**Media:**  
**Nicholas Read**  
**Read Corporate**  
T: +61 8 9388 1474