



RESOURCES  
LIMITED

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## ASX ANNOUNCEMENT

# COMPANY UPDATE AND PROPOSED CAPITAL RAISING

Arunta Resources Limited (**ASX: AJR**) wishes to advise that it intends to undertake a private placement of 85 million new shares at \$0.001 per share to third party sophisticated investors pursuant to Chapter 7 of ASX Listing Rules. The offer will raise \$85,000 before costs. For each two shares subscribed under the placement, the investor will receive 1 free attaching option. The option will be exercisable at \$0.002 on or before 31 July 2019. The options will be subject to shareholder approval.

Furthermore, the Company intends to undertake a renounceable rights issue on the basis of offering 1.5 new shares for every 1 share held at the record date. The subscription price of the offer will be \$0.001 per new share. For each two shares subscribed under the placement, the investor will receive 1 free attaching option. The option will be exercisable at \$0.002 on or before 31 July 2019. The offer will be underwritten. The directors intend to sub-underwrite up to \$646,000 of the offer. The offer will raise approximately \$1,096,000 before costs.

Mr Neil Biddle will assume the role of Managing Director with Mr Angus Edgar stepping down to a non-executive directorship capacity, effective immediately.

As part of the Company's continued cost rationalisation, project management and operations will be undertaken from the Company's Perth office under the supervision of Mr Neil Biddle. The Company's registered office and ASX listing will be maintained from Melbourne.

Arunta will continue to focus on its two flagship Northern Territory Projects, the Hatches Creek Tungsten Project and the Southern Cross Bore IOCG Project, both 100% owned. Active exploration is planned for both Projects for the remainder of this year.

Arunta is presently digitizing and georeferencing historical surface and underground mapping of the Hatches Creek tungsten mines into a Micromine database as a prelude to drilling and resource definition. Further work is also being conducted on the Hatches Creek mine waste and tailings which have been confirmed to contain substantial grades of wolframite and scheelite.

Arunta is planning downhole EM at the Johnnies Reward prospect (Southern Cross Bore Project) to further define drill targets derived from a recent VTEM helimag survey.

Johnnies Reward is a high grade gold/copper magnetite skarn which plunges north east into the southern end of a two plus kilometer long sheared and deeply weathered lithological contact which hosts significant anomalous base metal and precious metal mineralisation. Johnnies Reward has been defined as IOCG style mineralisation and the host shear structure is considered prospective for discovery of multiple IOCG style deposits below the base of oxidation.

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**Neil Biddle, Managing Director**

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