

6 November 2015

Placement of 12,487,844 shares and 1 for 2 non-renounceable issue

Dampier Gold Limited (ASX:DAU) (“Dampier” or “the Company”) is pleased to advise that it has secured financial support by way of a share placement to a diversified Chinese investment company with its main focus on mining investment but also investing in agricultural, financial and real estate industries and to a high net worth Chinese investor with access to Chinese investor groups and capital markets.

It is the opinion of the Directors that this placement will assist with the growth plans and strategies of the Company by facilitating further financial support required for the Plutonic Dome Gold Project and to acquire other suitable projects.

Key points

- 1) The investors are not related to, or associated with, the Company, its Directors or any current Dampier shareholder and they have not attached any specific conditions to their investment.
- 2) Funds from the investment will be applied towards the further exploration and development of the Plutonic Dome Gold Project and the investigation, evaluation and due diligence of advanced exploration and at or near to production/cash flow opportunities and for general working capital purposes.
- 3) The additional funding and the prospect of securing further financial support, affords Dampier the opportunity to more efficiently compete for new project acquisitions.

A total of \$237,269 (before costs) will be raised pursuant to the issue of 12,487,844 ordinary fully paid shares at an issue price of \$0.019 per share (“Placement”), representing the volume weighted average price over 15 trading days. As a consequence of the Placement, the investors will each hold 6.5% of the Company.

The Placement is not underwritten and will be made in accordance with ASX Listing Rule 7.1. A commission of 6% of the amount raised will be paid.

The Board believes it is prudent to secure additional funds for its commitments under the Plutonic Dome Gold Project and be in a position to fund its contribution towards the possible development of the K2 underground mine development.

Non-renounceable issue

In addition to the Placement, the Company has resolved to provide all shareholders with an opportunity to subscribe for shares at the same price as the Placement by implementing a 1 for 2 non-renounceable issue of ordinary fully paid shares, at an issue price of \$0.019 per share, to raise up to \$909,531 in working capital for the Company. The non-renounceable issue will not be underwritten and it is anticipated that the offer will be completed in December 2015. Further timetable details will be announced in due course.

In what is an extremely challenging equity market, Dampier is pleased to have secured additional capital and looks forward to all shareholders participating in the non-renounceable issue.

Michael Higginson
Company Secretary

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