



15 September 2020

ASX Market Announcements

## **CAPITAL RAISING TO FUND EXPLORATION IN NSW Share Purchase Plan and Placement**

Ausmon Resources Limited (“Company”) announces a Share Purchase Plan (“SPP”) offering up to 54,888,000 fully paid ordinary shares (“Share”) to eligible shareholders at \$0.0075 per Share to raise up to \$411,660 and a committed placement with investors of 40,000,000 Shares at \$0.0075 per Share raising \$300,000.

The issue price of the Shares is equal to approximately a 22.4% discount to the volume weighted average price of Shares for the last five days on which they were traded on the Australian Securities Exchange (“ASX”), and a 6.25% discount to the last closing price of the Shares on the ASX, each immediately prior to this announcement.

After costs, proceeds from the SPP and placement will be used for exploration within its NSW tenements and general working capital.

### **Junior Minerals Exploration Incentive Credit**

Participants of the SPP and placement who are Australian residents are eligible to receive a pro-rata distribution of the Junior Minerals Exploration Incentive (“JMEI”) credit which will be determined after the lodgement of the Company’s 2021 tax return and will be based on the Company’s total equity capital raised, expenditure on eligible exploration, tax loss and income tax rate in the income year ending 30 June 2021. As announced on 10 July 2020, the Company has been allocated \$150,000 in credits that may be distributed. The distributed credit may be claimed as refundable tax offset or franking credit by the eligible shareholders in their 2021 income tax return depending on their tax status. Shareholders who are issued JMEI credits by the Company should obtain tax advice specific to their personal circumstances.

Assuming the SPP and placement raises a total of \$711,660 and the Company spends \$450,000 in eligible exploration expenditure that is currently budgeted in the income year 2021, the JMEI credit entitlement to eligible shareholders is estimated to be \$0.0013<sup>1</sup> per Share. The estimated effective price per Share for eligible shareholders is approximately \$0.0062<sup>1</sup>.

### **Share Purchase Plan**

The SPP will provide eligible shareholders registered on the Record Date of 14 September 2020 with the opportunity to apply for up to \$15,000 worth of Shares (subject to any scale back) without incurring brokerage or other transaction costs. Shares issued under the SPP will rank equally with existing Shares in the capital of the Company.



The Directors may, in their absolute discretion, close the SPP early, or decide to scale back the number of Shares issued to eligible shareholders, where the SPP is oversubscribed, or where an individual shareholder has in aggregate subscribed for more than \$15,000 worth of Shares under the SPP.

The SPP is not underwritten. The offer document setting out more details of the SPP and the application form will be mailed to shareholders shortly.

### **Indicative timetable for the SPP**

Record Date	11:00 pm (Sydney time) on 14 September 2020
Announcement Date	15 September 2020
Offer Date	15 September 2020
Closing Date	5:00 pm (Sydney time) on 5 October 2020
Share issue date	12 October 2019
Despatch of holding statements	19 October 2020

Subject to the ASX Listing Rules, the Company may in its absolute discretion change the above dates at any time without notice, including by postponing the Closing Date or closing the Offer early. The commencement of trading new shares allotted under the SPP is subject to confirmation by ASX.

### **Placement**

The shares are placed with several unrelated parties, sophisticated investors or who do not require a disclosure document, including existing shareholders. The shares are issued under Listing Rule 7.1 within the 15% limit allowable without approval of shareholders.

Authorised by the Board of Directors



John Wang  
Managing Director

<sup>1</sup>The estimated JMEI credit of \$0.0013 per Share is calculated as \$450,000 of eligible exploration expenditure multiply by a tax rate of 27.5% creating a credit of \$123,750 which is divided by 94,888,000 Shares the aggregate maximum number of Shares to be issued under the SPP and placement.

This estimate is prepared on the basis that no new shares are issued in the income year 2021 other than those issued under the SPP and placement. Should the Company issue additional shares and/or spend less or more than \$450,000 in eligible exploration expenditure that is currently budgeted in the income year 2021 the estimated amount of distributable JMEI credit will be impacted.