

Broken Hill Prospecting Ltd (ASX: BPL)

An Australian Exploration company focussed on the discovery & development of strategic technology mineral resources

Commodity Exposure

Rare Earth Elements
Heavy Mineral Sands
Cobalt
Base & Precious Metals
Industrial Metals

Directors & Management

Creagh O'Connor
Non-Executive Chairman

Geoff Hill
Non-Executive Director

Matt Hill
Non-Executive Director

Denis Geldard
Non-Executive Director

Trangie Johnston
Managing Director

Ian Morgan
Company Secretary

Capital Structure

Ordinary Shares on Issue (30/9/19) **148M**

Options: Listed **47M**

Market Cap (undiluted at 3.2cps) **\$4.7M**

Broken Hill Prospecting Ltd

ARBN 003 453 503

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PLACEMENT AND SHARE PURCHASE PLAN

- Broken Hill Prospecting is seeking to raise A\$0.5 million by a non-underwritten placement of 20 million ordinary shares at A\$0.025 each
- Additionally, a Share Purchase Plan will be offered to Eligible Shareholders to raise a further A\$1.1 million at the same issue price per Share of A\$0.025
- Funds will primarily be used to advance the technical assessment of the recently acquired La Paz Rare Earth Project in Arizona

Broken Hill Prospecting Limited (the Company or BPL) (ASX:BPL) is pleased to announce it is seeking to raise A\$0.5 million through a non-underwritten placement of 20 million ordinary shares, at an issue price of A\$0.025 per Share, to non-related sophisticated and professional investors (the Placement).

The Company is encouraged by early responses it has received and anticipates soon finalising the Placement.

Additionally, in recognition of the Company's existing shareholders, eligible shareholders will have the opportunity to participate in a Share Purchase Plan at the same issue price per Share of A\$0.025 (SPP).

The issue price for the Placement and the SPP represents a 22.0% discount to the Company's share closing price on Friday 27 September 2019.

The Company intends to raise up to A\$1.1 million under the SPP, which will not be underwritten.

The Placement will be conducted without a prospectus, with the Shares being offered to and subscribed for by investors to whom disclosure is not required.

The Placement is not subject to shareholder approval and will be completed pursuant to the Company's existing 15% equity securities capacity under ASX Listing Rule 7.1, with up to 22.1 million shares available to be issued without shareholders' approval.

The SPP provides the opportunity for eligible shareholders to each subscribe for up to \$30,000 worth of new Shares in the Company.

The Company's directors have each indicated that they will participate in the SPP.

Registered holders of Shares as at 7.00pm (AEST) on Friday 27 September 2019 (Record Date) with a registered address in Australia or New Zealand will be eligible to participate in the SPP. The Company may determine to raise a higher amount or decide to scale back applications under the SPP, at its absolute discretion.

The net funds raised under the Placement and the SPP will be applied towards the technical assessment of the La Paz Rare Earth Project in Arizona.

Full details of the SPP will be contained in an offer document which is scheduled to be dispatched to eligible shareholders on or around Wednesday 9 October 2019 .

Set out below is the proposed timetable for the SPP. Directors reserve the right to vary the dates and times without notice.

Date	ASX Trading Day	Description	Actions
Friday 27 September 2019	-1	Record Date	Date on which Broken Hill Prospecting determined the Eligible Shareholders
Monday 30 September 2019	0	Offer Announcement	Offer is announced to the market
Wednesday 9 October 2019	7	Offer Date	Offer opens and Offer documentation dispatched to eligible shareholders
Wednesday 23 October 2019	17	Closing Date	Offer closes. Applications must be received by 5.00pm Melbourne time
Thursday 31 October 2019	23	Allotment Date	New Shares allotted.
Friday 1 November 2019	24	Trading Date	Trading of new Shares allotted under the Offer to commence
By Wednesday 6 November 2019	27	Dispatch Date	New Share Statements sent to Shareholders



Anthony (Trangie) Johnston
Managing Director

Broken Hill
PROSPECTING

Diversified Exploration & Development Company

For further information, please contact
Tel: +61 2 8054 9779
Email: info@bhpl.net.au

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices or potential growth of the Company, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking.