

Broken Hill Prospecting Limited
ARBN 003 453 503

ASX ANNOUNCEMENT
ASX Limited
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2 June 2016

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PRIVATE PLACEMENT

Broken Hill Prospecting Ltd (BPL) is pleased to announce that it has received firm commitments for a placement to sophisticated and professional investors, to raise A\$992,000 before costs. Far East Capital was Lead Manager to the placement.

The placement consists of 12,400,000 fully paid shares at an issue price of A\$0.08 together with one free attaching listed option for every two shares issued. The options rank equally to the existing options and are exercisable at any time prior to expiry on 12 November 2019 at an exercise price of A\$0.08.

The issue of the securities is being made pursuant to the Company's existing placement capacity under ASX Listing rule 7.1 and is scheduled to settle on Tuesday 7 June 2016.

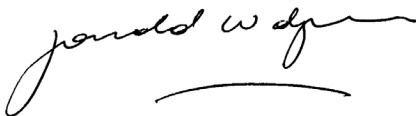
Proceeds from the placement will be used to:

- update the Scoping Study on the Thackaringa Cobalt-Pyrite Project,
- advance the Pre-Feasibility Study on the Copi Heavy Mineral Sands Project,
- expand exploration activities surrounding the Copi North and Magic Heavy Mineral deposits, and
- for working capital purposes.

Commenting on the placement CEO Trangie Johnston said: "We are delighted by the strong interest in the placement which will enable BPL to advance its projects. With growing world demand for Li-batteries, our Thackaringa Cobalt Project has gained increased international and domestic interest. The Copi North Heavy Mineral Sands Project is also accelerating after a recent resource upgrade."

The Company requests that trading in the Company's securities be reinstated following the lodgment of this announcement.

Donald W. de Boer



Company Secretary

Contacts for further information:

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