



Non-Renounceable Pro-rata Entitlement Offer to raise up to \$1,015,263

Summary

- Entitlement Offer of One (1) New Option, at A\$0.01 per New Option, for every three (3) Shares in Magnum held as at the Record Date. The New Options will have an exercise price of \$0.05 and will expire on 30 September 2022.
- Application will be made to ASX for quotation of the New Options offered under the Entitlement Offer Prospectus within 7 days of the date of the Prospectus
- The Offer will raise up to \$1,015,263 (before costs).
- Funds to be used to complete the hard rock trial mining and processing phase of the current test work being carried out at the Company's Gravelotte emerald project and for general working capital.

Magnum Mining and Exploration Limited ('the Company') is pleased to announce a non-renounceable pro-rata Entitlement Offer to each Eligible Shareholder of one (1) New Option, exercisable at \$0.05 and with an expiry date of 30 September 2022, for every three (3) Shares held by those Shareholders registered at the Record Date, at an issue price of \$0.01 per New Option to raise up to \$1,015,263 ('Offer').

The Entitlement Offer is available to all Company shareholders registered on the Record Date whose registered address is in Australia or New Zealand ('Eligible Shareholders').

The offer presents an opportunity for Eligible Shareholders to participate in the potential growth opportunity being provided to Magnum through its 74% beneficial ownership in the Gravelotte emerald project located in South Africa.

The offer is being done as an entitlement offer to all Eligible Shareholders rather than as a restricted placement of new securities in recognition of the loyalty that has been shown to the Company by shareholders during the evaluation of the Gravelotte emerald project.

Application will be made to ASX for quotation of the New Options offered under the Entitlement Offer Prospectus within 7 days of the date of the Prospectus.

The net funds raised from the Entitlement Offer will be used primarily to complete the hard rock trial mining and processing phase of the current test work being carried out at the Company's Gravelotte emerald project. This hard rock trial mining and processing test work is one of the final steps in the technical evaluation of Gravelotte and will provide important information towards the potential establishment of commercial operations at the project.

ASX Release

12 August 2019

**Magnum Mining and
Exploration Limited**
ABN 70 003 170 376

ASX Code

MGU

Non-Executive Chairman

Howard Dawson

Chief Executive Officer

Grant Button

Non-Executive Director

Francesco Cannavo

Company Secretaries

Grant Button
Jacqueline Barry

Issued Shares

279,578,818

Unlisted Options

9,000,000

Email

info@mmel.com.au

Website

www.mmel.com.au

Suite 2, Churchill Court
234 Churchill Avenue
SUBIACO WA 6008

PO BOX 8209
SUBIACO EAST WA 6008

T +61 8 6280 0245

F +61 8 9381 2855



Further information

Full details of the Entitlement Offer are contained in the Prospectus lodged with ASX and to be dispatched to Eligible Shareholders shortly.

A handwritten signature in black ink that reads "G. Button". The signature is written in a cursive style with a large, looping initial "G".

GRANT BUTTON
Chief Executive Officer/Joint Company Secretary

Further information please contact:

Magnum Mining and Exploration Limited
Grant Button
+61 8 6280 0245
email: info@mmel.com.au