



12 October 2020

Capital Raising

The Board of Magnum Mining and Exploration Limited (ABN 70 003 170 376) (ASX:MGU) ("Magnum") is pleased to advise that it has received binding commitments for a placement of 33,333,333 new fully paid ordinary shares ("New Shares") at an issue price of \$0.03 to eligible sophisticated and institutional investors to raise \$1.0 million (before costs).

The placement has been undertaken to fund the newly acquired Buena Vista magnetite project's feasibility study, continue pre-development activities at the Gravelotte emerald project and provide general working capital.

The placement of New Shares will be in two tranches. The first tranche, the issue of 8,333,333 New Shares to raise \$250,000 (before costs) is being undertaken within the Company's available capacity under ASX Listing Rule 7.1.

The second tranche, the issue of 25,000,000 New Shares is subject to shareholder approval and the satisfactory completion of the due diligence of the Buena Vista acquisition. A general meeting to seek that approval will be convened in early December 2020.

The New Shares to be issued under both tranches will rank equally with the fully paid ordinary shares currently on issue.

It is anticipated that the New Shares issued under Tranche 1 will be issued on or around 15 October 2020.

This announcement is authorised for release to the market by the Board of Directors of Magnum Mining & Exploration Limited.

Magnum Mining and Exploration Ltd

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

Grant Button
Managing Director

Magnum Mining & Exploration Ltd

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