



UNDERWRITTEN RENOUNCEABLE RIGHTS OFFER TO RAISE \$1,490,000

ASX: KIS

Market Capitalisation	\$14.6 million
Shares on Issue	217.3 million
52 Week High	7.0 cents
52 Week Low	2.5 cents

Share Price

18 June 2018	6.7 cents
--------------	-----------

Board of Directors

Johann Jacobs	Chairman
Allan Davies	Director
Chris Ellis	Director

Tungsten APT Price

18 June 2018	USD 355.00/mtu
--------------	----------------

King Island Scheelite Limited (KIS) wholly owns the Dolphin Project on King Island, Tasmania, one of the world's richest tungsten deposits.

King Island Scheelite Limited

ABN 40 004 681 734

Level 26, 259 George Street
Sydney NSW 2000
GPO Box 5154
Sydney NSW 2001
P. +61 2 8622 1402
www.kingislandscheelite.com.au

HIGHLIGHTS

King Island Scheelite Limited (**KIS**) today advises that it will proceed with an underwritten renounceable 1 for 8 rights issue of new shares at \$0.055 per share, to all shareholders, to provide funding for pre-development activities.

Key elements of this capital raising are:

- \$1,490,000 to be raised (before offer costs)
- A 1 for 8 renounceable rights offer
- 1 free attaching option for every 2 new shares taken up, exercisable at \$0.10 by the date that is three years from the issue date of the options
- Balance of the offer underwritten, after allowing for committed undertakings to participate in raising
- New shares issued for \$0.055 each, an 18% discount to closing price of KIS shares on 18 June 2018, being the last trading day before announcement of the offer
- Opportunity for existing shareholders to take up all their rights plus a top up facility
- The timetable of the capital raising is included on the following page

Full details of the terms of the offer are available in the prospectus released to the market today and available on the Company website.

19 June 2018

SYDNEY Australia 19 June 2018: The Board of KIS is delighted to offer shareholders of KIS the opportunity to increase their investment in KIS, through participation in this 1 for 8 renounceable pro rata issue of new KIS shares (**New Shares**) and 1 option for every 2 New Shares issued (**New Options**), at a price of \$0.055 per New Share (**Offer Price**) (**Entitlement Offer**).

The Offer Price represents an 18% discount to the closing price of shares in KIS on 18 June 2018 (being the last trading day before announcement of the Entitlement Offer).

KIS intends to raise approximately \$1.49 million (before direct costs of the Entitlement Offer) through the issue of approximately 27 million New Shares under the Entitlement Offer. Additionally, if all of the available New Options under the Entitlement Offer are issued and exercised, KIS would raise a further amount of approximately \$1.35 million.

Under the Entitlement Offer, eligible shareholders with registered addresses in Australia and New Zealand will be able to subscribe for 1 New Share in KIS for every 8 existing shares held at 7.00pm (AEST) on 26 June 2018 (**Record Date**) at the Offer Price (**Entitlements**).

Each director of KIS has committed to fully take up their Entitlements under the Entitlement Offer and the balance of the Entitlement Offer is underwritten.

The board of KIS intends to use the proceeds of the Entitlement Offer primarily to fund the ongoing feasibility into the redevelopment of KIS' Dolphin Project, located on King Island, Tasmania. Funds will also be applied for ongoing working capital requirements and the costs of the Entitlement Offer.

The Entitlements are renounceable and will be tradeable on ASX under the ticker code 'KISO' between Monday, 25 June 2018 and Friday, 6 July 2018. KIS has appointed Taylor Collison Limited ACN 008 172 450 as nominee (**Nominee**) for shareholders who are not eligible to receive Entitlements. The Nominee will arrange for proceeds (if any), net of expenses, to be provided to the share registry, to then be sent proportionally to ineligible shareholders.

Approximately 27,161,246 ordinary shares in KIS will be issued as part of the Entitlement Offer. Shares issued under the Entitlement Offer will rank equally with existing shares.

KIS will notify shareholders as to whether they are eligible to participate in the Entitlement Offer. Eligible shareholders will receive a prospectus including a personalised entitlement and acceptance form which will provide further details as to how to participate in the Entitlement Offer.

KIS will also dispatch, as required by ASX Listing Rules Appendix 7A, a letter about the Entitlement Offer to each holder of options to subscribe for KIS shares.

Offer structure

The number of issued ordinary shares of KIS at the date of this announcement, and the maximum total number of issued ordinary shares following the Entitlement Offer are as follows:

Existing shares on issue as at 19 June 2018 (announcement of the Entitlement Offer)	217,289,975
Approximate New Shares to be issued under the Entitlement Offer	27,161,246
Approximate total number of Shares after the Entitlement Offer	244,451,221

Key dates¹

Event	Date
Prospectus date	Tuesday, 19 June 2018
Announcement of the Entitlement Offer	Tuesday, 19 June 2018
Ex date and start of Entitlements trading on a deferred settlement basis	Monday, 25 June 2018
Record Date for Entitlement Offer (7.00pm, Sydney time)	Tuesday, 26 June 2018
Prospectus and Entitlement and Acceptance Form despatched	Friday, 29 June 2018
Entitlement Offer opens	Friday, 29 June 2018
Entitlements trading ends (4.00pm Sydney time)	Friday, 6 July 2018
Shares quoted on a deferred settlement basis	Monday, 9 July 2018
Entitlement Offer closes (5.00pm, Sydney time)	Friday, 13 July 2018
Announcement of results of Entitlement Offer and under-subscriptions	Wednesday, 18 July 2018
Allotment of New Shares and New Options issued under the Entitlement Offer and end of deferred settlement trading	Friday, 20 July 2018
Despatch of holding statements for New Shares and New Options issued under the Entitlement Offer	Monday, 23 July 2018
Normal ASX trading for New Shares and New Options issued under the Entitlement Offer commences	Monday, 23 July 2018

¹ All dates are indicative only and are subject to change. KIS reserves the right to withdraw or vary the timetable without notice.

King Island Scheelite Limited – Renounceable Rights Offer for \$1.49 million

Should you have any queries in relation to the Entitlement Offer, please do not hesitate to contact the company secretary, Ian Morgan, on +61 2 8622 1402 between 8.30am and 5.00pm (AEST) Monday to Friday during the offer period.



Johann Jacobs

Chairman

19 June 2018

King Island Scheelite Limited

Level 26, 259 George Street
Sydney NSW 2000

Phone (02) 8622 1402

Email info@kisltd.com.au