



Zenith
Minerals
Limited

ABN 96 119 397 938

7th July 2020

ASX Limited
Level 40, Central Park,
152-158 St Georges Terrace, PERTH WA 6000
Via Electronic Lodgement

ASX RELEASE

Zenith Raises \$5 Million in Oversubscribed Placement to Accelerate Exploration with Focus on its Core Gold Projects

Highlights:

- **Zenith has received firm commitments to raise approximately \$5 million from institutional and sophisticated investors**
- **Placement to accelerate an active exploration program with a focus on Zenith's core gold projects**
- **Significant news flow expected as drilling progresses at 100% owned Red Mountain Gold Project, which recently returned high-grade drill results from the maiden RC drilling program**
- **A second drill program is planned to commence in early July at 100% owned Split Rocks Gold Project, testing a series of previously identified high-order targets**

Zenith Minerals Limited ("**Zenith**" or the "**Company**") is pleased to announce that it has received firm commitments in a placement ("**Placement**") to raise \$5.1 million, before costs, to accelerate an active exploration program with a focus on its core gold projects.

The Placement received significant support from new and existing institutional and sophisticated investors, and new shares will be issued under the Company's available ASX Listing Rule 7.1 and 7.1A placement capacity.

A total of 51 million new fully paid ordinary shares in the Company ("**New Shares**") will be issued under the Placement, which will rank pari passu with existing fully paid ordinary shares in the Company. The Placement issue price of \$0.10 per New Share represents a 13.0% discount to the last traded price (on 2 July 2020) and a 13.8% discount to the 15-day VWAP. Settlement of the Placement will take place on or about Friday 10 July 2020.

Commenting on the Placement, Zenith Managing Director, Mick Clifford said, "*We are very pleased by the significant support for the Placement, reflecting strong investor interest in the Company, its gold exploration projects, and the optionality that our wide exploration portfolio provides.*"

"We wish to take this opportunity to welcome new investors in Zenith and thank our existing shareholders for their continued support."

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Funds raised under the Placement will enable Zenith to progress an active exploration program over the coming period, which is expected to result in significant news flow as drilling progresses at the Company's 100%-owned Red Mountain Gold Project ("**Red Mountain**"). Exciting, high-grade drill results were recently returned from the maiden RC drilling program at Red Mountain, including: 14m @ 5.5 g/t Au incl 6m @ 12.3 g/t Au from surface (ASX Release dated 17 June 2020).

A second drill program is planned to commence in early July at the Company's 100%-owned Split Rocks Gold Project. As previously announced (ASX Release dated 14 February 2020), drilling will test a series of high-order targets extending over 18km of strike throughout the project area.

Surface geochemical programs at the Company's 100%-owned Flanagans Gold Project and at the Develin Creek Copper-Zinc Project (both located in Queensland) have also commenced.

Canaccord Genuity (Australia) Limited acted as Lead Manager to the Placement.

Authorised for release by the Zenith Minerals Limited Board of Directors – 7th July 2020

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About Zenith Minerals Limited

Zenith has a vision to build a gold and base metals discovery business with a team of proven project finders.

Focus is on 100% owned Zenith projects, whilst partners progress multiple additional opportunities using third party funds.