



AUSTRALIA UNITED MINING LIMITED

(ASX: AYM)

24 November 2014

Pro-Rata Non-Renounceable Rights Issue

- **1-for-3 pro-rata non-renounceable rights issue at an issue price of 1 cent per share to raise up to approximately \$2.23 million**
- **Non-underwritten, with shortfall facility to enable applications for additional shares**
- **Funds raised to strengthen the Company's balance sheet, and to meet AUML's general working capital requirements, and to enable the Company to implement and execute its business objectives in relation to its exploration projects**

Overview of the Offer

Australia United Mining Limited (**AUML** or the **Company**) is pleased to announce a pro-rata non-renounceable rights issue (**Offer**) to eligible shareholders, on the basis of 1 new share for every 3 AUML shares held as at 7:00pm (AEDT) on Friday 28 November 2014 (**Record Date**).

Pursuant to the Offer, the Company will issue up to 223,495,923 fully paid ordinary shares in the capital of the Company (**New Shares**) at an issue price of 1 cent each, to raise approximately \$2.23 million (before costs). The entitlement to subscribe for New Shares under the Offer will be non-renounceable.

Eligibility to participate

The Offer will be made to all registered holders of ordinary shares in the Company with a registered address in Australia or New Zealand as at the Record Date (**Eligible Shareholders**).

The Company has determined that it would be unreasonable to extend the Offer to shareholders with a registered address outside Australia or New Zealand (**Ineligible Shareholders**) having regard to:

- the small number of shareholders with addresses in such other countries;
- the number and value of the shares they hold; and
- the cost to the Company of complying with applicable legal and regulatory requirements in such other countries.

Dispersion strategies

The Offer will not be underwritten; however there will be a shortfall facility which will enable Eligible Shareholders to subscribe for shares in addition to their entitlement. In the event that following the close of the Offer, a shortfall remains after additional shares are issued under the shortfall facility, the Directors reserve the right to place such shortfall shares at their discretion with persons interested in subscribing for shares in the Company within 3 months of the close of the Offer.

New Shares issued under the Offer

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

Event	Number of Shares
Shares currently on issue	670,487,770
Maximum New Shares issued pursuant to the Offer	223,495,923
Maximum total shares on issue after completion of the Offer	893,983,693

The New Shares issued under the Offer will be fully paid and will rank equally with the Company's existing Shares on issue. The Company will make an application to the ASX for official quotation of the New Shares.

Purpose of the Offer

AUML is making the Offer to raise funds. After payment of the costs and expenses of the Offer, the proceeds from the Rights Issue will firstly be used to strengthen AUML's balance sheet and discharge current liabilities.

Any remaining funds will be applied to meet AUML's general working capital requirements, including payment of overheads, and to enable the Company to implement and execute its business objectives in relation to its exploration projects. In particular, the Company intends to apply funds to continue with its development of a regional exploration and mining strategy in both Queensland and NSW, as described in the Company's quarterly activities report for the period ended 30 September 2014, with the aim of developing future JORC compliant resources.

Offer timetable

EVENT	DATE (2014)
Announcement of the Offer	Monday 24 November
Lodgement of the following documents with ASX: • an Appendix 3B; • this Offer Document; and • a cleansing notice under section 708AA(2)(f) of the Corporations Act	Monday 24 November
Notice sent to Shareholders containing ASX Appendix 3B details and indicative timetable	Tuesday 25 November
"Ex" date where the Company's existing shares will commence trading without the entitlement to participate in the Offer	Wednesday 26 November
Record date to determine Entitlements under the Offer	7.00pm (AEDT) Friday 28 November
Opening Date for the Rights Issue	Monday 1 December
Mailing of Offer Document and Entitlement and Acceptance Form to Eligible Shareholders	
Last day to extend Rights Issue Closing Date	Friday 5 December
Closing Date for the Rights Issue	5.00pm (AEDT) Wednesday 10 December
Shares quoted on a deferred settlement basis	Thursday 11 December
ASX notified of under subscriptions	Friday 12 December

New Shares for which valid applications have been received and accepted by the Company will be issued	Tuesday 16 December
Deferred settlement trading ends	Tuesday 16 December
Normal trading of New Shares on ASX expected to commence	Wednesday 17 December
Mail out of holding statements for the New Shares	Monday 22 December
Deadline for Shortfall Placement	Monday 9 March 2015

This timetable is indicative only and subject to change. Subject to the *Corporations Act 2001* (Cth) (**Corporations Act**) and the ASX Listing Rules, the Board reserves the right to vary these dates, including the closing date of the Offer, without prior notice.

The Company also reserves the right not to proceed with the whole or part of the Offer at any time prior to the issue date. In that event, application monies will be refunded in full without interest.

Full details of the terms and conditions of the Offer will be contained in the Offer document to be lodged with ASX and despatched to Eligible Shareholders in accordance with the timetable set out above.

-Ends

For further information, please contact:

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