

1 September 2017
ASX Announcement

CLEANSING STATEMENT & NOTICE UNDER LISTING RULE 3.10.5A

Hastings Technology Metals Ltd (ASX: DRG) (“Hastings” or the “Company”) issued 81,125,000 ordinary shares in the Company to institutional and sophisticated investors, on 31 August 2017, as outlined in its announcement of today’s date.

As required by section 708A(6) of the Corporations Act 2001 (Cth) (“Corporations Act”), the Company notifies ASX that:

- a) the shares were issued without disclosure to investors under Part 6D.2 of the Corporations Act;
- b) this notice is being given under section 708A(5)(e) of the Corporations Act;
- c) as at the date of this notice, the Company has complied with:
 - i. the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
 - ii. section 674 of the Corporations Act; and
- d) as at the date of this notice, there is no information that is ‘excluded information’ (within the meaning of section 708A(7) and 708A(8) of the Corporations Act).

As required under ASX Listing Rule 3.10.5A, the Company provides the following information with respect to the 53,000,000 shares issued under its Listing Rule 7.1A placement capacity:

- a) The dilutive effect of the Placement on existing shareholders of the Company is as follows:

	Shares	Dilution
Shares on issue prior to Placement	583,206,416	
Shares issued under LR7.1 capacity	28,125,000	4.8%
Shares issued under LR7.1A capacity	53,000,000	9.1%
Total shares on issue post Placement	664,331,416	
Total dilution effect		13,9%

- b) The shares were issued for cash consideration. The Company issued the shares as a Placement under LR 7.1A in order to provide funds for the development of the Yangibana project. The Company considers that given the project development schedule it was appropriate to raise the funds at this time.
- c) There was no underwriting for this Placement.
- d) Fees of \$630,800 were payable in connection with the total placement of 81,125,000 shares.