ASX ANNOUNCEMENT ASX: GPX

20 September 2016

VESTING OF LOYALTY OPTIONS

Graphex Mining Limited advises that the Loyalty Options granted pursuant to the IPO completed in June this year vested on 14 September 2016.

The Loyalty Options were subject to a vesting condition that the Loyalty Option holder hold Graphex shares on the vesting date (being 14 September 2016), with the number vesting equal to the lesser of:

(a) The number of Loyalty Options held on the vesting date; and

(b) The number of Graphex shares held on the vesting date divided by 3.

Unvested Loyalty Options lapsed on the vesting date.

Computershare has dispatched holding statements confirming the number of Loyalty Options that have vested, together with a Notice of Exercise that enables Loyalty Option holders to exercise vested Loyalty Options.

Shareholders who have transferred shares acquired under the IPO to another registered holding are asked to contact Stuart McKenzie, the Company Secretary, in order to ensure that they retain their Loyalty Options. Mr McKenzie can be contacted by telephone on +61 8 9200 4960 or by email at smckenzie@graphexmining.com.au.

PHard

PHIL HOSKINS
Managing Director

For further information, please contact:
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About Graphex

Graphex Mining Limited is an Australian exploration and development company, dedicated to advancing the world class Chilalo Graphite Project, located in south-east Tanzania. Chilalo is host to a high-grade mineral resource and has demonstrated an ability to produce a premium graphite concentrate with a substantial portion of large and jumbo flake material. Chilalo graphite possesses outstanding expandability characteristics, making it ideally suited to the rapidly growing expandable graphite market.

Graphex's current focus of effort is on securing offtake and financing agreements for the development of Chilalo. In accordance with an existing MOU, Graphex is working closely with CN Docking Joint Investment & Development Co. Ltd, a subsidiary of China National Building Materials and China Gold Group Investment Co. Ltd. on the negotiation of such agreements.

Graphex has an experienced board and management team with specific skills and extensive experience in African based project development, exploration, mining and processing. Tanzania is a stable democracy, with a globally competitive tax and regulatory regime. The Company has had a long and well-established presence in Tanzania.