

10 February 2020

DIRECTORS & MANAGEMENT

Michael Hannington
Executive Chairman

Daryl Henthorn
Non-Executive Director

Keith Middleton
Non-Executive Director

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Company Secretary

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REDBANK COPPER CAPITAL RAISING UPDATE

Redbank Copper Limited (ASX: RCP) ('Redbank' or 'the Company') is pleased to provide the following update in relation to capital raisings by the Company.

Proposed Placement to Sophisticated Investors:

Redbank advises that it has executed a joint mandate with and Viridian Capital Pty Ltd ('Viridian') (an entity of which Director Mr Daryl Henthorn is a director and shareholder) and CPS Capital Group Pty Ltd ('CPS') to act as Lead Managers for a placement to sophisticated investors ('the Placement').

Under the mandate for the placement, Viridian and CPS will use their best endeavors to raise \$4m (before costs) at \$0.023 per Share, with capacity for oversubscriptions to raise up to \$6m. The Placement will be conducted under normal commercial terms with a fee of 6% on funds raised to be paid proportionately to the amount raised by Viridian and CPS.

Funds raised under the Placement (if successfully completed) will be used to accelerate activities of Redbank Copper Ltd and its project in the MacArthur Basin in the Northern Territory and at Millers Creek Project in South Australia. The Company will continue to investigate and review other commercial opportunities within its own projects and look for potential corporate opportunities in the copper sector ahead of a predicted copper cycle.

The Placement is subject to shareholder approval given Redbank does not currently have sufficient placement capacity under ASX Listing Rule 7.1 and 7.1A to complete the raising. The Company expects to release a Notice of Meeting before the end of the month seeking the necessary Shareholder approvals.

Convertible Loan Funding:

Redbank is also pleased to advise that it has raised \$1.5m under convertible loan agreements ('Convertible Loans') with sophisticated investors, including entities associated with Directors Mr Daryl Henthorn and Mr Keith Middleton.

The key terms of the Convertible Loans are as follows:

- Total Amount: \$1,500,000;
- Availability and drawdown: Immediately;
- Interest: 10% per annum;
- Conversion: subject to shareholder approval, loan balance will be converted into Shares at a conversion price of \$0.015 per Share. Interest may be converted into Shares at the same conversion price at the Company's election; and
- Repayment: repayable on 30 November 2020 to the extent not repaid early or converted into Shares.

Funds raised under the Convertible Loans will be used for general working capital and settling of any outstanding creditors. The Company is still working through the validity of claims with creditors.

Conversion of the Convertible Loans (and interest) is subject to shareholder approval. The Company expects to release a Notice of Meeting before the end of the month seeking the necessary Shareholder approvals.

For further information please contact:

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This announcement was approved and authorised for issue by the Board of RCP.