

KING ISLAND SCHEELITE TO RAISE \$2,027,000

KING ISLAND
SCHEELITE



ASX: KIS

Market Capitalisation \$16.2 million

Shares on Issue 135.1 million

52 Week High 16.0 cents

52 Week Low 4.8 cents

Share Price 12.0 cents

Board of Directors

Johann Jacobs Chairman

Allan Davies Director

Chris Ellis Director

King Island Scheelite Limited (KIS)

through its 100% Dolphin Project on King Island, Tasmania is one of the world's richest tungsten deposits and could meet a significant proportion of the world's tungsten requirements over a minimum 13 years.

Tungsten price

Metal Pages APT USD37,000 / tonne

(8 July 2014)

14 July 2014

King Island Scheelite Limited

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HIGHLIGHTS

On 10 April 2014 KIS announced that it had largely completed a New Development Plan - as an enhancement to the Dolphin and Bold Head Project Low Cost Option development plan.

Further to the announcement, KIS is now seeking to raise additional funds.

Key elements of this capital raising:

- \$2,027,000 to be raised (before Offer costs)
- A 1 for 8 non-renounceable rights offer
- Partially underwritten up to \$922,000 by two major shareholders
- Certain major shareholders committed to \$1,105,000
- New shares issued for \$0.12 each at 19% discount to the 15 day VWAP (volume weighted average market closing price)
- Opportunity for existing shareholders to take up all rights plus top up facility

This raising is expected to fund working capital for KIS for at least the next 12 months, during which KIS will further de-risk project development by de-watering the open cut void, undertaking a drilling programme and further metallurgical test work, as well as progressing funding arrangements for the Dolphin and Bold Head Project.

The Offer is expected to open Wednesday 23 July 2014 and close Friday 1 August 2014.

For more information contact:

Johann Jacobs

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Event	Date
Announcement of the Offer	Monday 14 July 2014
Send letter to Shareholders containing the timetable and information required by Appendix 3B (lodge with ASX)	Tuesday 15 July 2014
Ex-date	Wednesday 16 July 2014
Record Date for determining Rights (7:00pm AEST)	Friday 18 July 2014
Despatch of Information Booklet and Acceptance Form	Wednesday 23 July 2014
Closing date (last date for acceptance and payment of applications) (5:00pm AEST)	Friday 1 August 2014
New Shares quoted on a deferred settlement basis	Tuesday 5 August 2014
Company notifies ASX of under subscriptions	Thursday 7 August 2014
Allotment and issue of New Shares	Monday 11 August 2014
Despatch of holding statements in respect of New Shares	Tuesday 12 August 2014
Normal trading of New Shares expected to commence on ASX	Tuesday 12 August 2014

Further details of the Offer are contained in an Information Booklet being released today as a separate market announcement.