

## \$1.9M PLACEMENT SUCCESSFULLY COMPLETED TO ADVANCE SOLOMON ISLANDS' BAUXITE PROJECTS

- **Placement successfully completed to raise \$1,900,000**
- **Funds will be used to advance field work programs at the Company's DSO-prospective bauxite projects in the Solomon Islands including:**
  - **Resource definition drilling at the South West New Georgia and Nendo Bauxite Projects; and**
  - **Regional exploration of untested, prospective areas within both project areas**
- **Pacific Bauxite plans to develop its projects into high grade DSO-quality bauxite operations for export to Asia's growing seaborne bauxite market**

Pacific Bauxite Limited (ASX: PBX) (**Pacific Bauxite** or **the Company**) is pleased to announce it has received firm commitments from sophisticated professional investors for a placement to raise up to approximately \$1,900,000 to advance the Company's high grade, Direct Shipping Ore (**DSO**)-prospective bauxite projects in the Solomon Islands (**Placement**).

The Placement will result in the issue of 73,076,919 fully paid ordinary shares in the capital of the Company (**Shares**) at an issue price of \$0.026 each representing a 19% discount to the 5 day VWAP as at 7 September 2017.

Under the Placement, 57,692,307 Shares will be issued pursuant to a resolution passed at the Company's general meeting held on 18 August 2017 and the remaining 15,384,612 Shares will be issued under the Company's existing capacity under ASX Listing Rule 7.1.

Funds raised from the Placement will primarily be used to continue to advance exploration and resource definition at the Company's 50% owned South West New Georgia (**SWNG**) and Nendo (**Nendo**) Bauxite Projects in the Solomon Islands, as well as for working capital purposes.

The Company plans to commence resource definition drilling at the SWNG Project and the Nendo Project in the following quarter. Both Projects have demonstrated extensive zones of potentially DSO-grade bauxite mineralisation with the potential to be developed into large scale, long term mining operations.

Recent results released by the Company in relation to SWNG Project are extremely encouraging. The next phase of exploration at the SWNG Project will target identified zones of high grade mineralisation with the goal of delineating a maiden JORC compliant Resource estimate. The Company also plans to target the extensive untested, prospective areas within the Project.

Pacific Bauxite engaged brokers for the Placement, and participating brokers are entitled to receive a 6% fee on the amounts they have raised.

Settlement of the funds is expected to be on 14 September 2017 and the Shares are anticipated to be allotted on 15 September 2017.

12 September 2017

The Company acknowledges the support of existing shareholders who participated in the Placement and also welcomes new shareholders.

**End**

For further information, visit [www.pacificbauxite.com.au](http://www.pacificbauxite.com.au) or contact:

Mark Gwynne  
**Executive Director - CEO**  
**Pacific Bauxite Ltd.**  
P: +61 (8) 9481 4478  
E: [info@pacificbauxite.com.au](mailto:info@pacificbauxite.com.au)

James Moses  
**Media and Investor Relations**  
**Mandate Corporate**  
M: +61 (0) 420 991 574  
E: [james@mandatecorporate.com.au](mailto:james@mandatecorporate.com.au)