



**BMG Resources Limited**

ACN 107 118 678

**ASX ANNOUNCEMENT**

**8 December 2014**

## **DESPATCH OF NOTICE TO OPTIONHOLDERS**

BMG Resources Limited (ASX: BMG) has despatched to all optionholders the notice regarding participation in the entitlement offer announced on 4 December 2014. A copy of the notice sent to optionholders accompanies this announcement.

Notice to all eligible security holders will be made in accordance with the timetable for the renounceable pro rata entitlement offer.

**\*\*\*ENDS\*\*\***

### **For further information, shareholders and media please contact:**

Bruce McCracken

Fleur Hudson

Managing Director

Company Secretary

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5 December 2014

[Optionholder]  
[address]  
[address]

Dear Optionholder

### **Participation in Entitlement Offer**

On 4 December 2014, BMG Resources Limited (**BMG or Company**) announced a proposed partially underwritten one (1) for one (1) renounceable pro rata entitlement offer at an issue price of A\$0.02 per share, with one (1) free attaching option for every share issued, exercisable at A\$0.05 each and expiring on 2 February 2018 to raise up to approximately A\$1.278 million (before expenses) (**Offer**).

Full details of the Offer are in the prospectus setting out the Offer (**Prospectus**) and the Appendix 3B lodged with ASX on 5 December 2014.

### **Eligibility to Participate**

The Offer is based on the number of Shares held by a shareholder at 5.00pm on Friday, 12 December 2014 (**Record Date**).

The Offer does not apply to your holding of BMG options (**Options**).

To be eligible to participate in the Offer in respect of your Options, you will need to exercise those Options and be registered (with a registered address in Australia or New Zealand) as the holder of the underlying BMG shares as at the Record Date being 12 December 2014.

We note the exercise price of your Options is significantly greater than the most recent sale price for Shares traded on ASX.

If you do not wish to participate in the Offer (in respect of your Options) you do not need to take any action.

To exercise some or all of your Options you will need to give notice in writing to BMG in accordance with the terms and conditions of the issue of your Options together with payment of the exercise price for each Option exercised.

If you do not exercise your Options, then after the Closing Date of the Offer an adjustment may be made to the exercise price of your BMG options in accordance with any formula set out in the terms and conditions of Options.

The anticipated timetable for the Offer is as follows:

<b>Event</b>	<b>Date</b>
Announcement of Offer	Thursday, 4 December 2014
Prospectus lodged with ASIC and ASX (Appendix 3B lodged with ASX)	Friday, 5 December 2014
Notice of Offer sent to Shareholders	Tuesday, 9 December 2014
Ex-date (date from which Shares begin trading without the Right to participate in the Offers); rights trading commences	Wednesday, 10 December 2014
Record Date (to identify Shareholders entitled to participate in the Offer)	Friday, 12 December 2014
Offer open (Opening Date); Prospectus and Entitlement and Acceptance Forms sent to Eligible Shareholders	Wednesday, 17 December 2014
Rights trading ends	Friday, 16 January 2015
New Shares quoted on a deferred settlement basis	Monday, 19 January 2015
Last day to extend the Closing Date	Tuesday, 20 January 2015
Offer closes (Closing Date)*	Friday, 23 January 2015
Notice to ASX of Shortfall	Thursday, 29 January 2015
New Securities issued	Monday, 2 February 2015
Quotation of New Securities on ASX commences	Tuesday, 3 February 2015

You are encouraged to consult your stockbroker or other professional adviser before exercising any of your Options.

If you have any questions in relation to any of the above matters, please contact the Company at enquiry@bmgf.com.au or on +61 8 9424 9390 from 9.00am to 5.00pm Perth time, Monday to Friday.

Yours faithfully

**Bruce McCracken**  
Managing Director