



ASX ANNOUNCEMENT

5 October 2020

ORACLE TRANSACTION AND CAPITAL RAISING UPDATE

BMG Resources Limited (ACN 107 118 678) (**ASX: BMG**) (**BMG** or **the Company**) is pleased to provide the following announcement with respect to the proposed acquisition of Oracle Mining Limited (**Oracle**) and the completion of the A\$4 million capital raising (**Capital Raising**) via a Share Purchase Plan Offer (**SPP Offer**) and Shortfall to the SPP Offer (**Shortfall Offer**)(**Offers**) to raise up to \$1 million (before costs) and a Placement to professional and sophisticated investors (**Placement**) to raise up to \$3 million (before costs).

Oracle Acquisition

BMG is pleased to confirm that all shareholder resolutions required to complete the acquisition of Oracle were passed at the general meeting held today. The Company is aiming to formally complete the transaction on Friday 9 October 2020.

Planning is well underway for the commencement of the Company's initial drilling program at the Abercromby project, which it is aiming to complete this calendar year. The Company is planning c.5,000m of reverse circulation and diamond drilling to test the scale and scope of known mineralisation. Further details on the work program will be provided in due course.

Capital Raising

The Company is pleased to advise that the SPP Offer to raise up to \$1 million via the issue up to 20,000,000 shares (**Offer Shares**) (post the 10:1 share capital consolidation) closed oversubscribed. The Company received applications for 22,020,000 shares (\$1,101,000) and further applications for 10,500,000 shares (\$525,000) under the Shortfall Offer. All valid applications will receive a minimum allocation of 20,000 shares (\$1,000) and up to 200,000 shares (\$10,000), with any excess application monies to be refunded.

In addition, all necessary shareholder approvals were received by the Company for the proposed \$3 million Placement to professional and sophisticated investors via the issue of 60,000,000 Shares (**Placement Shares**).

Further details of the Capital raising are provided in the timetable below.



Share Capital Consolidation

The Company received the requisite shareholder approvals for the proposed 10:1 share capital consolidation (**Consolidation**).

The effective date for the Consolidation is today, Monday 5 October (**Effective Date**), with the last day of trading on the ASX in pre-Consolidation shares being Tuesday 6 October, and trading in post-consolidation shares commencing on Wednesday 7 October. Further details are provided in the timetable below.

Timetable

The following timetable outlines the relevant dates that remain for completion of the Consolidation and Capital Raising:

Event	Date
BMG general meeting to approve Consolidation	Monday, 5 October 2020
Effective date of Consolidation	Monday, 5 October 2020
Last day of trading on ASX in pre-Consolidation shares	Tuesday, 6 October 2020
Trading in post-Consolidation shares commences on a deferred settlement basis	Wednesday, 7 October 2020
Record date for Consolidation of BMG shares	Thursday, 8 October 2020
Issue of Offer Shares and Placement Shares	Friday, 9 October 2020
Company to update register of shareholders and send holding statements to shareholders on a post-Consolidation basis	Monday, 12 October 2020
ASX quotation of Offer Shares issued under Offers and Placement Shares	Tuesday, 13 October 2020
Trading commences on a normal T+2 basis. Deferred settlement trading concludes.	Thursday, 15 October 2020

The dates in the timetable are indicative and subject to possible change without notice. The Company will announce any change of timetable in accordance with the Listing Rules.

*****ENDS*****



For further information, shareholders and media please contact:

Sean Meakin, Company Secretary
BMG Resources Limited
Phone: +61 8 9424 9390
Email: enquiry@bmgl.com.au

Website: www.bmgl.com.au