



ANNOUNCEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE: 7 APRIL 2017

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PLACEMENT TO RAISE A\$5 MILLION

WCP Resources Limited (“**WCP**” or “**Company**”) (**ASX: WCP**) is pleased to announce that it has successfully completed a bookbuild for a placement of 56 million shares at an issue price of A\$0.09 per share to institutional and sophisticated investors predominately based in the United States to raise gross proceeds of A\$5 million (“**Placement**”).

Proceeds from the Placement will be used to accelerate the Company’s planned exploration and development activities at its Piedmont Lithium Project (“**Project**”) located in the Carolina Lithium Belt in the United States, including completion of additional drilling, completion of a maiden lithium resource estimate, and commencement of technical studies for the Project.

The Company expects to complete the Placement next week and will issue the Placement shares under Listing Rules 7.1 and 7.1A. The issue price of A\$0.09 represents a 10% discount to the last closing price of WCP shares on the ASX.

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Not for release in the United States

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Forward Looking Statements

This announcement may include forward-looking statements. These forward-looking statements are based on Paringa's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Paringa, which could cause actual results to differ materially from such statements. Paringa makes no undertaking to subsequently update or revise the forward-looking statements made in this announcement, to reflect the circumstances or events after the date of that announcement.

Information required under ASX Listing Rule 3.10.5A:

- (a) Dilution to existing shareholders as a result of the issue under Listing Rule 7.1A is 1.1%, dilution to existing shareholders as a result of the issue under Listing Rule 7.1 is 11.5% and the total dilution to existing shareholders is 12.4%. Details regarding the participation of existing and new shareholders is not able to be determined yet and will be provided at completion;
- (b) The Company will issue approximately 4,551,004 shares under Listing Rule 7.1A because the Placement was considered to be a more efficient mechanism for raising funds. The Placement did not expose the Company to additional costs, a protracted process and market volatility that may have been experienced with a pro-rata issue or other type of issue in which existing ordinary shareholders would have been eligible to participate;
- (c) No underwriting arrangements are in place for the Placement under rule 7.1A; and
- (d) A fee of 6% may be paid to brokers in connection with the Placement under rule 7.1A.