

ASX ANNOUNCEMENT

Date: 5 February 2018

Number: 571/050218

**SQUADRON RESOURCES INCREASES EQUITY IN IMPACT MINERALS
BY CONVERSION OF NOTES**

Impact Minerals Limited (**Impact**) (ASX:IPT) advises that Squadron Resources Pty Ltd (**Squadron**) has increased its shareholding in the Company to 14.8% by conversion of the \$2,000,000 of Convertible Notes (**Notes**) it held in Impact.

The Notes were held under the terms of the Investment Agreement with Squadron (see announcement dated 15 July 2015) and issued on 7 August 2015 with a term of 3 years from the date of issue.

Under the terms of the Agreement 148,148,148 shares will be issued within 5 business days.

Under the Agreement Squadron can convert the Notes into Impact shares at a conversion price which is the lower of 2.1 cents per share or 80% of the 30-day Volume Weighted Average Price (**VWAP**) prior to the date of the Conversion Notice which was 1.35 cents.

For further information please contact:

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