

7 November 2017

Company Announcements Office
Australian Securities Exchange
20 Bridge Street
SYDNEY NSW 6000

**DISCLOSURE UNDER ASX LISTING RULE 3.10.5A
NOTICE UNDER SECTION 708A(5)(e) OF THE CORPORATIONS ACT 2001 (Cth)**

Further to the announcement on 1 November 2017, Impact Minerals Limited (ASX:IPT) advises that it has now issued 124,960,556 shares (**Shares**) at 2 cents per share and 124,960,556 free attaching quoted options (**Free Attaching Options**) to sophisticated and professional investors (**Placement**). The Free Attaching Options are exercisable at 4 cents on or before 15 June 2020 and were issued on the basis of one Free Attaching Option for every new Share subscribed for.

Disclosure under ASX Listing Rule 3.10.5A

The Company provides the following information as required under ASX Listing Rule 3.10.5A in respect of the Placement:

- a) The dilutive effect of the Placement on existing shareholders is as follows:
- | | |
|---|---------------|
| Number of shares on issue prior to the Placement | 1,011,071,085 |
| Shares issued under Listing Rule 7.1 (23,853,448) | 2.36% |
| Shares issued under Listing Rule 7.1A (101,107,108) | 10.00% |
| Total dilution as a result of the Placement | 12.36% |
- b) The Company issued the shares as a placement under Listing Rule 7.1A as it believed this was the most efficient mechanism for raising funds at the time.
- c) The Placement was not underwritten.
- d) Xcel Capital Pty Ltd was Lead Manager for the Placement and will receive fees equal to 5% of the funds raised and 4,000,000 listed options exercisable at 4 cents on or before 15 June 2020. The issue of options to the Lead Manager will be subject to shareholder approval to be sought at a General Meeting.

Notice given under Section 708A(5)(e) of the Corporations Act 2001 (Cth)

In accordance with Section 708A(5)(e) of the Corporations Act 2001 (Cth) (**Corporations Act**) the Company gives the following notice:

1. The Shares and Free Attaching Options were issued without disclosure to investors under Part 6D.2 of the Corporations Act.
2. This notice is being given under section 708A(5)(e) of the Corporations Act.
3. As at the date of this notice the Company has complied with:
 - a. the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
 - b. Section 674 of the Corporations Act.
4. As at the date of this notice, there is no information that is “excluded information” of the type referred to in section 708A(7) and 708A(8) of the Corporations Act.

An Appendix 3B seeking quotation of the abovementioned Shares and Free Attaching Options is attached.

Yours faithfully



Bernard Crawford
Company Secretary

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 01/07/96 Origin: Appendix 5 Amended 01/07/98, 01/09/99, 01/07/00, 30/09/01, 11/03/02, 01/01/03, 24/10/05, 01/08/12, 04/03/13

Name of entity

IMPACT MINERALS LIMITED

ABN

52 119 062 261

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|---|---|
| 1 | +Class of +securities issued or to be issued | A. Fully Paid Ordinary Shares (Shares)
B. Listed Options (Options) |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 249,921,112 securities comprising:
A. 124,960,556 Shares; and
B. 124,960,556 Options. |
| 3 | Principal terms of the +securities (e.g. if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | A. The Shares rank equally with existing fully paid ordinary shares.
B. The Options are exercisable at \$0.04 on or before 15 June 2020, and rank equally with all other listed Options in the Company.

Note: The Options are free attaching and are issued on the basis of one Option for every Share issued |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

<p>4 Do the ⁺securities rank equally in all respects from the ⁺issue date with an existing ⁺class of quoted ⁺securities?</p> <p>If the additional ⁺securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>A and B. Yes</p>
<p>5 Issue price or consideration</p>	<p>A. \$0.02 per Share B. Nil (issued on the basis of one Option for every new Share issued)</p>
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>Issued pursuant to a Placement to sophisticated and professional investors as announced to ASX on 1 November 2017.</p> <p>Funds raised will be used to fund preliminary low impact ground work at the Company's Pilbara Gold Project comprising 1,300 km² of ground prospective for Witwatersrand-style conglomerate hosted gold, as well as the continuation of the drill programme at the Silica Hill Prospect at the Commonwealth gold-silver-base metal project. Follow up geophysical surveys will also be undertaken at the high grade Broken Hill copper-nickel-PGM project.</p>
<p>6a Is the entity an ⁺eligible entity that has obtained security holder approval under rule 7.1A?</p> <p>If Yes, complete sections 6b – 6h in relation to the ⁺securities the subject of this Appendix 3B, and comply with section 6i</p>	<p>Yes</p>
<p>6b The date the security holder resolution under rule 7.1A was passed</p>	<p>9 November 2016</p>

⁺ See chapter 19 for defined terms.

6c	Number of ⁺ securities issued without security holder approval under rule 7.1	148,814,004 securities, comprising: <ul style="list-style-type: none">• 23,853,448 Shares; and• 124,960,556 Options	
6d	Number of ⁺ securities issued with security holder approval under rule 7.1A	101,107,108 Shares	
6e	Number of ⁺ securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)	Nil	
6f	Number of ⁺ securities issued under an exception in rule 7.2	Nil	
6g	If ⁺ securities issued under rule 7.1A, was issue price at least 75% of 15 day VWAP as calculated under rule 7.1A.3? Include the ⁺ issue date and both values. Include the source of the VWAP calculation.	Yes Issue Date: 7 November 2017 Issue Price: \$0.02 per Share 15 day VWAP \$0.019 cents Source: IRESS	
6h	If ⁺ securities were issued under rule 7.1A for non-cash consideration, state date on which valuation of consideration was released to ASX Market Announcements	Not Applicable	
6i	Calculate the entity’s remaining issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements	Listing rule 7.1 – 2,846,658 Listing rule 7.1A – Nil See Annexure 1 for calculations.	
7	⁺ Issue dates Note: The issue date may be prescribed by ASX (refer to the definition of issue date in rule 19.12). For example, the issue date for a pro rata entitlement issue must comply with the applicable timetable in Appendix 7A. Cross reference: item 33 of Appendix 3B.	7 November 2017	
8	Number and ⁺ class of all ⁺ securities quoted on ASX (including the ⁺ securities in section 2 if applicable)	Number	⁺ Class
		1,136,031,641	Fully paid ordinary shares
		458,410,556	Options exercisable at \$0.04 on or before 15 Jun 2020

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

- 9 Number and ⁺class of all ⁺securities not quoted on ASX (including the ⁺securities in section 2 if applicable)

Number	⁺ Class
45,000,000	Options exercisable at:
27,000,000	\$0.0325 on or before 7 Aug 2018
15,500,000	\$0.0367 on or before 29 Sep 2018
15,500,000	\$0.045 on or before 29 Sep 2019
26,428,572	\$0.07 on or before 29 Sep 2020
	\$0.0325 on or before 21 Oct 2018
2,000,000	\$1.00 Convertible Notes maturing 7 Aug 2018

- 10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)

No dividend policy is currently in place as the Company is involved only in exploration

Part 2 - Pro rata issue

- 11 Is security holder approval required?

Not Applicable

- 12 Is the issue renounceable or non-renounceable?

Not Applicable

- 13 Ratio in which the ⁺securities will be offered

Not Applicable

- 14 ⁺Class of ⁺securities to which the offer relates

Not Applicable

- 15 ⁺Record date to determine entitlements

Not Applicable

- 16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?

Not Applicable

- 17 Policy for deciding entitlements in relation to fractions

Not Applicable

- 18 Names of countries in which the entity has security holders who will not be sent new offer documents

Not Applicable

Note: Security holders must be told how their entitlements are to be dealt with.

Cross reference: rule 7.7.

+ See chapter 19 for defined terms.

19	Closing date for receipt of acceptances or renunciations	Not Applicable
20	Names of any underwriters	Not Applicable
21	Amount of any underwriting fee or commission	Not Applicable
22	Names of any brokers to the issue	Not Applicable
23	Fee or commission payable to the broker to the issue	Not Applicable
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders	Not Applicable
25	If the issue is contingent on security holders' approval, the date of the meeting	Not Applicable
26	Date entitlement and acceptance form and offer documents will be sent to persons entitled	Not Applicable
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	Not Applicable
28	Date rights trading will begin (if applicable)	Not Applicable
29	Date rights trading will end (if applicable)	Not Applicable
30	How do security holders sell their entitlements <i>in full</i> through a broker?	Not Applicable
31	How do security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	Not Applicable
32	How do security holders dispose of their entitlements (except by sale through a broker)?	Not Applicable

+ See chapter 19 for defined terms.

33 ⁺Issue date

Not Applicable

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of ⁺securities
(tick one)

(a) ☒ ⁺Securities described in Part 1

(b) ☐ All other ⁺securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 ☐ If the ⁺securities are ⁺equity securities, the names of the 20 largest holders of the additional ⁺securities, and the number and percentage of additional ⁺securities held by those holders

36 ☐ If the ⁺securities are ⁺equity securities, a distribution schedule of the additional ⁺securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 ☐ A copy of any trust deed for the additional ⁺securities

Entities that have ticked box 34(b)

38 Number of ⁺securities for which
⁺quotation is sought

Not Applicable

39 ⁺Class of ⁺securities for which
quotation is sought

Not Applicable

⁺ See chapter 19 for defined terms.

40	<p>Do the ⁺securities rank equally in all respects from the ⁺issue date with an existing ⁺class of quoted ⁺securities?</p> <p>If the additional ⁺securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>Not Applicable</p>				
41	<p>Reason for request for quotation now</p> <p><small>Example: In the case of restricted securities, end of restriction period</small></p> <p>(if issued upon conversion of another ⁺security, clearly identify that other ⁺security)</p>	<p>Not Applicable</p>				
42	<p>Number and ⁺class of all ⁺securities quoted on ASX (<i>including</i> the ⁺securities in clause 38)</p>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <th style="width: 50%; padding: 5px;">Number</th> <th style="width: 50%; padding: 5px;">⁺Class</th> </tr> <tr> <td style="padding: 5px; text-align: center;">Not Applicable</td> <td style="padding: 5px;"></td> </tr> </table>	Number	⁺ Class	Not Applicable	
Number	⁺ Class					
Not Applicable						

⁺ See chapter 19 for defined terms.

Quotation agreement

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.


- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document is not available now, we will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here: 
(Director/Company Secretary)

Date: 7 November 2017

Print name: Bernard Crawford

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+ See chapter 19 for defined terms.

Appendix 3B – Annexure 1

Calculation of placement capacity under rule 7.1 and rule 7.1A for eligible entities

Introduced 01/08/12 Amended 04/03/13

Part 1

Rule 7.1 – Issues exceeding 15% of capital	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
Insert number of fully paid +ordinary securities on issue 12 months before the +issue date or date of agreement to issue	788,771,085
Add the following: <ul style="list-style-type: none"> Number of fully paid +ordinary securities issued in that 12 month period under an exception in rule 7.2 Number of fully paid +ordinary securities issued in that 12 month period with shareholder approval Number of partly paid +ordinary securities that became fully paid in that 12 month period <p><i>Note:</i></p> <ul style="list-style-type: none"> Include only ordinary securities here – other classes of equity securities cannot be added Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed It may be useful to set out issues of securities on different dates as separate line items 	59,665,051 (21 June 2017) 162,634,949 (11 September 2017)
Subtract the number of fully paid +ordinary securities cancelled during that 12 month period	Nil
“A”	1,011,071,085

+ See chapter 19 for defined terms.

Step 2: Calculate 15% of “A”	
“B”	0.15 <i>[Note: this value cannot be changed]</i>
Multiply “A” by 0.15	151,660,662
Step 3: Calculate “C”, the amount of placement capacity under rule 7.1 that has already been used	
<p>Insert number of +equity securities issued or agreed to be issued in that 12 month period <i>not counting</i> those issued:</p> <ul style="list-style-type: none"> • Under an exception in rule 7.2 • Under rule 7.1A • With security holder approval under rule 7.1 or rule 7.4 <p><i>Note:</i></p> <ul style="list-style-type: none"> • <i>This applies to equity securities, unless specifically excluded – not just ordinary securities</i> • <i>Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed</i> • <i>It may be useful to set out issues of securities on different dates as separate line items</i> 	<p>23,853,448 Shares 124,960,556 Options (both the subject of this Appendix 3B)</p>
“C”	148,814,004
Step 4: Subtract “C” from [“A” x “B”] to calculate remaining placement capacity under rule 7.1	
<p>“A” x 0.15</p> <p><i>Note: number must be same as shown in Step 2</i></p>	151,660,662
<p>Subtract “C”</p> <p><i>Note: number must be same as shown in Step 3</i></p>	148,814,004
Total [“A” x 0.15] – “C”	<p>2,846,658</p> <p><i>[Note: this is the remaining placement capacity under rule 7.1]</i></p>

+ See chapter 19 for defined terms.

Part 2

Rule 7.1A – Additional placement capacity for eligible entities	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
“A” <i>Note: number must be same as shown in Step 1 of Part 1</i>	1,011,071,085
Step 2: Calculate 10% of “A”	
“D”	0.10 <i>Note: this value cannot be changed</i>
Multiply “A” by 0.10	101,107,108
Step 3: Calculate “E”, the amount of placement capacity under rule 7.1A that has already been used	
Insert number of +equity securities issued or agreed to be issued in that 12 month period under rule 7.1A <i>Notes:</i> <ul style="list-style-type: none"> • This applies to equity securities – not just ordinary securities • Include here – if applicable – the securities the subject of the Appendix 3B to which this form is annexed • Do not include equity securities issued under rule 7.1 (they must be dealt with in Part 1), or for which specific security holder approval has been obtained • It may be useful to set out issues of securities on different dates as separate line items 	101,107,108 Shares (subject of this Appendix 3B)
“E”	101,107,108

+ See chapter 19 for defined terms.

Step 4: Subtract “E” from [“A” x “D”] to calculate remaining placement capacity under rule 7.1A	
“A” x 0.10 <i>Note: number must be same as shown in Step 2</i>	101,107,108
Subtract “E” <i>Note: number must be same as shown in Step 3</i>	101,107,108
Total [“A” x 0.10] – “E”	Nil <i>Note: this is the remaining placement capacity under rule 7.1A</i>

+ See chapter 19 for defined terms.