

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

Aeris Resources Limited (Aeris)

ABN

147 131 977

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 | Fully paid ordinary shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | <p>(a) Placement - 42,034,892 shares under the placement announced by Aeris on 21 September 2018.</p> <p>(b) Entitlement Offer - 99,889,405 shares pursuant to the institutional component of the accelerated non-renounceable entitlement offer described in the ASX Announcement lodged with ASX on 21 September 2018 (Entitlement Offer).</p> <p>Approximately 33,554,699 Shares are expected to be issued under the retail component of the Entitlement Offer (subject to reconciliation of shareholder entitlements and rounding).</p> |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

<p>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)</p>	<p>Fully Paid Ordinary Shares</p>
<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>Yes, from the date of issue.</p>
<p>5 Issue price or consideration</p>	<p>(a) Placement - \$0.20 per Share for the shares issued under the Placement. (b) Entitlement Offer - \$0.20 per Share for the shares to be issued under the Entitlement Offer.</p>
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>As described in the ASX Announcement dated 21 September 2018.</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>No</p>
<p>6b The date the security holder resolution under rule 7.1A was passed</p>	<p>N/A</p>

+ See chapter 19 for defined terms.

6c	Number of +securities issued without security holder approval under rule 7.1	42,034,892 Shares to be issued under the Placement.
6d	Number of +securities issued with security holder approval under rule 7.1A	N/A
6e	Number of +securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)	N/A
6f	Number of +securities issued under an exception in rule 7.2	N/A
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.	N/A
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	N/A
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	Rule 7.1 - Nil Rule 7.1A - N/A
7	<p>+Issue dates</p> <p>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.</p> <p>Cross reference: item 33 of Appendix 3B.</p>	<p>The issue date of Shares under the institutional component of the Entitlement Offer and under the Placement is 2 October 2018.</p> <p>The issue date for Shares under the retail component of the Entitlement Offer is scheduled to be 16 October 2018.</p>

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

8	Number and +class of all +securities quoted on ASX (including the +securities in section 2 if applicable)	<table border="1"> <thead> <tr> <th data-bbox="722 247 990 283">Number</th> <th data-bbox="998 247 1266 283">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="722 304 990 693">422,156,914 Shares (excluding fully paid ordinary shares to be issued under the retail component of the Entitlement Offer - following which the number of quoted shares will be approx.. 455,711,613 Shares)</td> <td data-bbox="998 304 1266 693">Ordinary fully paid shares</td> </tr> </tbody> </table>	Number	+Class	422,156,914 Shares (excluding fully paid ordinary shares to be issued under the retail component of the Entitlement Offer - following which the number of quoted shares will be approx.. 455,711,613 Shares)	Ordinary fully paid shares		
Number	+Class							
422,156,914 Shares (excluding fully paid ordinary shares to be issued under the retail component of the Entitlement Offer - following which the number of quoted shares will be approx.. 455,711,613 Shares)	Ordinary fully paid shares							
9	Number and +class of all +securities not quoted on ASX (including the +securities in section 2 if applicable)	<table border="1"> <thead> <tr> <th data-bbox="722 730 990 766">Number</th> <th data-bbox="998 730 1266 766">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="722 766 990 913">93,410,609</td> <td data-bbox="998 766 1266 913">CPRS (Convertible Redeemable Preference Shares)</td> </tr> <tr> <td data-bbox="722 913 990 982">93,410,609</td> <td data-bbox="998 913 1266 982">Options (unlisted)</td> </tr> </tbody> </table>	Number	+Class	93,410,609	CPRS (Convertible Redeemable Preference Shares)	93,410,609	Options (unlisted)
Number	+Class							
93,410,609	CPRS (Convertible Redeemable Preference Shares)							
93,410,609	Options (unlisted)							
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	No change to the Dividend Policy						

Part 2 - Pro rata issue

11	Is security holder approval required?	No
12	Is the issue renounceable or non-renounceable?	Non-renounceable
13	Ratio in which the +securities will be offered	1 Share for every 2.1 Shares held at the Record Date
14	+Class of +securities to which the offer relates	Ordinary Shares
15	+Record date to determine entitlements	7:00pm (Sydney time) on 25 September 2018 for the retail component of the Entitlement Offer

+ See chapter 19 for defined terms.

16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	No
17	Policy for deciding entitlements in relation to fractions	Where fractions arise in the calculation of shareholder's entitlement under the Entitlement Offer, they will be rounded up to the nearest whole number.
18	Names of countries in which the entity has security holders who will not be sent new offer documents Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.	Retail component of the Entitlement Offer - All countries other than Australia, New Zealand, United Kingdom, Singapore and Hong Kong.
19	Closing date for receipt of acceptances or renunciations	Institutional component of Entitlement Offer closed on 24 September 2018 Retail component of Entitlement Offer - is currently scheduled to close at 5.00pm Sydney time on 9 October 2018
20	Names of any underwriters	Bell Potter Securities Limited and Euroz Securities Limited (Underwriters)

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

21	Amount of any underwriting fee or commission	<p>(1) a management fee equal to 2% of the gross funds raised under the Placement, the Institutional Entitlement Offer and the Retail Entitlement Offer (Management Fee);</p> <p>(2) an equity raising fee equal to 3% of the gross funds raised under the Placement, the Institutional Entitlement Offer and the Retail Entitlement Offer (Equity Raising Fee); and</p> <p>(3) a discretionary equity raising fee equal to 0.5% of the gross funds raised under the Placement, the Institutional Entitlement Offer and the Retail Entitlement Offer (Discretionary Fee),</p> <p>to be paid in equal proportions between the Underwriters. The Discretionary Fee is payable at the discretion of Aeris and will be communicated to the Underwriters prior to the settlement date for the relevant component of the Entitlement Offer.</p>
22	Names of any brokers to the issue	N/A
23	Fee or commission payable to the broker to the issue	N/A
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders	N/A
25	If the issue is contingent on security holders' approval, the date of the meeting	N/A
26	Date entitlement and acceptance form and offer documents will be sent to persons entitled	Retail component of the Entitlement Offer - 28 September 2018
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	The existing holders of those options did not exercise their options before the Record Date of 25 September 2018

+ See chapter 19 for defined terms.

28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A
30	How do security holders sell their entitlements <i>in full</i> through a broker?	N/A
31	How do security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A
32	How do security holders dispose of their entitlements (except by sale through a broker)?	N/A
33	+Issue date	<p>The issue date of Shares under the institutional component of the Entitlement Offer is 2 October 2018.</p> <p>The issue date for Shares under the retail component of the Entitlement Offer is scheduled to be 16 October 2018.</p>

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

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

- 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
- 39 +Class of +securities for which quotation is sought
- 40 Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities?
 If the additional +securities do not rank equally, please state:
 • 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
- 41 Reason for request for quotation now
 Example: In the case of restricted securities, end of restriction period
 (if issued upon conversion of another +security, clearly identify that other +security)

+ See chapter 19 for defined terms.

	Number	+Class
42 Number and +class of all +securities quoted on ASX (including the +securities in clause 38)		

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

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: Date:
(Director/Company Secretary)

Print name: Dane Van Heerden

====

+ 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	140,116,703
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"> • <i>Include only ordinary securities here – other classes of equity securities cannot be added</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> 	140,115,913 (21 March 2018) 1 (27 April 2018)
Subtract the number of fully paid +ordinary securities cancelled during that 12 month period	Nil
“A”	280,232,617
Step 2: Calculate 15% of “A”	
“B”	0.15

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

	<i>[Note: this value cannot be changed]</i>
Multiply “A” by 0.15	42,034,892
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> 	42,034,892
“C”	42,034,892
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>	42,034,892
<p>Subtract “C”</p> <p><i>Note: number must be same as shown in Step 3</i></p>	42,034,892
Total [“A” x 0.15] – “C”	0
	<i>[Note: this is the remaining placement capacity under rule 7.1]</i>

+ 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>	N/A
Step 2: Calculate 10% of “A”	
“D”	<i>Note: this value cannot be changed</i>
Multiply “A” by 0.10	-
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 Notes: <ul style="list-style-type: none"> • <i>This applies to equity securities – 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>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</i> • <i>It may be useful to set out issues of securities on different dates as separate line items</i> 	-
“E”	-

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

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>	-
Subtract "E" <i>Note: number must be same as shown in Step 3</i>	-
Total ["A" x 0.10] – "E"	

+ See chapter 19 for defined terms.