

June 30 2018 options underwriting

The Board of King River Copper Limited (“King River” or “the Company”) (ASX:KRC) wishes to advise further to the announcement on 19 March 2018 it has entered into irrevocable underwriting commitments with unrelated parties for the underwriting of the exercise of 60,000,000 of the 124,410,168 ASX listed June 30 2018 options that have an exercise price of 10 cents.

To the extent that there is insufficient shortfall from the exercise of the options, then the underwriters will subscribe for shares at 10 cents per share by way of top-up to satisfy the underwriting commitment. Any top-up placement shares will be issued within our existing capacity under LR7.1.

The underwriters are F.P.S. (Australia) Pty Ltd as to 27,500,000 shares (\$2,750,000), Sesna Pty Ltd as to 27,500,000 shares (\$2,750,000) and The Kings Ransom (Vic) Pty Ltd as to 5,000,000 shares (\$500,000) each being sophisticated investors.

The underwriters will participate in any shortfall pro-rata to their commitment and will, to the extent necessary, subscribe for top-up shares to satisfy their commitment.

There are no termination events in respect of the underwriting commitments and the fee payable is 5% plus GST of the underwriting commitment (being of a total of \$300,000 between the 3 underwriters).

The Board of King River believes that a significant volume of the options will be exercised, however the Board believes this underwriting provides a prudent level of certainty.

The Board is not intending to undertake any further underwriting of these options.