

ASX Announcement 17 July 2020

King River Resources Limited (ASX: KRR) (“Company”) is pleased to announce that it has been advised by the Australian Taxation Office (“ATO”) that its application to participate in the JMEI scheme for the 2020/2021 tax year has been accepted and the Company has received an allocation of up to \$975,000 in tax credits which can be distributed to eligible shareholders.

Eligible investors must be Australian resident shareholders who apply for and are issued new shares in the Company’s capital raising activities between 1 July 2020 and 30 June 2021. JMEI credits will be distributed to all eligible investors on a pro-rata basis.

Eligible shareholders that participate in the Security Purchase Plan (ASX announcement 23 June 2020 and 9 July 2020) and placement investors (ASX announcement 16 July 2020) will be entitled to participate in the JMEI tax credits for the 2020/2021 tax year.

The JMEI scheme has been put in place by the Federal Government to encourage investment in small minerals exploration companies that carry out greenfields mineral exploration in Australia. The JMEI scheme provides credits that allows greenfields mineral exploration companies to generate a tax incentive by allowing companies to give up a portion of their tax losses from eligible greenfields mineral exploration expenditure for distribution to investors.

The JMEI credits are only available for eligible shareholders and generally these shareholders will be entitled to a refundable tax offset (for individual shareholders or superannuation funds) or franking credits (for companies). Receiving a JMEI credit could have tax consequences and shareholders who are issued JMEI credits by the Company should obtain independent tax advice specific to their personal circumstances.

Eligible Shareholders are expected to be notified by the Company of their JMEI credit entitlement (if any) in the approved form once the Company has lodged its 2020/21 tax return. These JMEI credits will apply to their income tax assessment for the year ended 30 June 2021.

This announcement is authorised by Greg MacMillan Director / Company Secretary of the Company.

For further information, please contact:
Greg MacMillan
Director and Company Secretary
Email: info@kingriverresources.com.au
Phone: +61 8 9221 8055