

02/02/2015

## **Rights Issue Results and Notification of Undersubscription**

The Board of Pacific Niugini is pleased to advise that the non-renounceable rights issue dated 5 December 2014 was closed on 28 January 2015. On the closing date the Company had received applications under the rights issue from eligible shareholders for 23,144,912 shares. Upon close of the rights issue 55,345,888 shares became available for subscription under the shortfall offer. Since closing the rights issue offer, the company has placed all shortfall shares available under the shortfall offer via various stockbroking firms, with the shortfall offer closing heavily oversubscribed.

The summary of the result of the raising is as follows:

<b>Item</b>	<b>Subscription</b>	<b>Value</b>	<b>Percentage</b>
Entitlement Shares	23,144,912	1,157,245.6	29.5%
Additional Applied Shares (direct shortfall applications)	21,345,888	1,067,294.4	27.2%
Shortfall Shares Placed by Brokers	34,000,000	1,700,000	43.3%
<b>Total</b>	<b>78,490,800</b>	<b>\$3,924,540</b>	<b>100%</b>

All funds for Entitlement and Additional Applied Shares have been received as cleared funds. The majority of funds for shares placed by brokers have also been received as cleared funds, however some of the final payments await bank clearance. As such, share allotment will be as follows:

- **Shares with cleared funds received by 2/2/2015** – Issued 3/2/2015, commencement of official quotation 4/2/2015.
- **Shares with funds awaiting final clearance** – Issued 6/2/2015, commencement of official quotation 9/2/2015.

Commenting on the rights issue, Managing Director Paul Cmrlec said

“The finalisation of the rights issue satisfies a key condition precedent for the proposed CBA funding facility, and clears the way for development of the Nicolson's Project. We are pleased with the level of interest that the project is generating for the company, and we look forward to achieving near term profitable production. The Board thanks its long-term shareholders for their continuing support, and welcomes our new shareholders in what should be a very rewarding period for the company.”

Ends