

ASX ANNOUNCEMENT



6 June 2023

BMG successfully completes Entitlement Offer

- BMG's \$2.75 million capital raising now complete.
- \$1.25 million targeted in the Entitlement and Shortfall Offers has been raised in full and is in addition to the \$1.5m oversubscribed placement conducted prior to the Entitlement Offer.
- BMG is well funded for the next phase of work at the Abercromby Gold Project (11.1Mt @ 1.45 g/t Au for 518koz Au) and to pursue the lithium and gold potential across its Invincible and Bullabulling Projects.
- Assay results from the recent drilling of lithium and gold targets at the Bullabulling Project are expected shortly.

Western Australian focused gold and lithium explorer BMG Resources Limited (**ASX: BMG**) (**Company**) is pleased to advise it has raised \$1,254,139 (before costs) sought in the Entitlement Offer through the placement of 96,472,171 New Shares at an issue price of \$0.013 per New Share – refer ASX announcement of 26 April 2023 '*BMG to raise up to \$2.7m in Placement and Entitlement Issue*').

Entitlement and Shortfall Offers

Under the prospectus dated 1 May 2023 (**Prospectus**), eligible shareholders were able to subscribe for new shares on the basis of one (1) new share (**New Shares**) for every four (4) shares held by shareholders at an issue price of \$0.013 per New Share to raise approximately \$1.25 million before costs, together with an entitlement to receive one (1) attaching option (**Attaching Option**) for every three (3) New Shares issued (**Entitlement Offer**). The Attaching Options will be exercisable at \$0.025 each on or before 30 September 2024. Eligible shareholders collectively applied for 46,328,828 New Shares (together with 15,443,031 Attaching Options) of their entitlements to raise a total of \$602,275 before costs, resulting in a shortfall of 50,169,087 New Shares.

Under the Prospectus, Eligible shareholders were also entitled to apply to participate in the Shortfall Offer and subscribe for New Shares (together with Attaching Options) not applied for under the Entitlement Offer. The Company received applications for a further 32,629,050 New Shares under the Shortfall Offer, and the directors have exercised their discretion to accept applications from eligible investors for 11,681,804 New Shares (together with 3,893,963 Attaching Options) in this regard, raising a further \$151,864 before costs.

Accordingly, from the Entitlement Offer and Shortfall Offer to eligible shareholders, the Company raised \$754,139 of the \$1,254,473 sought under the Entitlement Offer.

Placement of Shortfall

As noted in the Prospectus, the Directors reserved the right, subject to the requirements of the Corporations Act and ASX Listing Rules, to place any shortfall shares within three months after the Closing Date (i.e. by 30 August 2023) at a price not less than the price under the Entitlement Offer (\$0.013 per share).

BMG is pleased to advise that it has entered into agreements with new and existing professional and sophisticated investors to place 38,461,539 New Shares (together with 12,820,513 Attaching Options) offered under the Entitlement Offer ('Shortfall Placement').

BMG Resources

ACN 107 118 678

T (61 8) 9424 9390

E enquiry@bmgl.com.au

W www.bmgl.com.au

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Accordingly, with the Shortfall Placement, the Company has successfully raised \$1,254,139 under the Entitlement Offer.

Summary of Results

The following table summarises the results of the Entitlement and Shortfall capital raising.

	Shares	Attaching Options	Funds raised
Entitlement Offer	46,328,828	15,443,031	\$602,275
Shortfall Offer	11,681,804	3,893,963	\$151,864
Shortfall Placement	38,461,539	12,820,513	\$500,000
TOTAL	96,472,171	32,157,507	\$1,254,139

Issue of Securities

In accordance with the published timetable, the Company will issue the New Shares and Attaching Options under the Entitlement Offer and Shortfall Offer on 6 June 2023, with the New Shares to commence normal trading on the ASX on 7 June 2023. These securities will be issued without shareholder approval, pursuant to ASX Listing Rule 7.2 (exception 1).

The Company will issue the New Shares and Attaching Options under the Shortfall Placement subject to receipt of cleared funds. This is anticipated to occur on Friday 9th June 2023. These securities will be issued without shareholder approval, pursuant to ASX Listing Rule 7.2 (exception 3).

This announcement has been authorised for release by Bruce McCracken, Managing Director of BMG Resources Limited.

ENDS

For further information, please contact:

Sean Meakin

Company Secretary

BMG Resources Limited

Phone: +61 8 9424 9390

Email: enquiry@bmgil.com.au

Competent Persons Requirements

The information in this announcement regarding the Company's Mineral Resources is extracted from the market announcement to the ASX on 17 April 2023 entitled '518,000oz Maiden Mineral Resource for Abercromby Project', together with a revised release on 18 April 2023 entitled 'Revision to ASX Announcements on 17 April 2023', which are available to view at <http://www.bmgl.com.au/investors/asx-releases.html> or on the ASX market announcements platform (www.asx.com.au) using the Company's ASX code 'BMG'. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the original market announcements continue to apply and have not materially changed. The Company confirms that the form and context in the which the Competent Person's findings are presented have not been materially modified from the original market announcements.

Cautionary Note Regarding Forward-Looking Information

Forward looking statements are statements that are not historical facts. Words such as "expects", "anticipates", "believes", "potential", "may" and similar expressions are intended to identify forward looking statements. These statements include, but are not limited to, statements regarding future production, resources and reserves and exploration results. All such statements are subject to risks and uncertainties many of which are difficult to predict and generally beyond the control of the Company, that could cause actual results to differ materially from those expressed in or implied by the forward looking statements. Investors should not construe forward looking statements as guarantees of future performance due to the inherent uncertainties therein.

About BMG

BMG Resources (ASX: BMG) is developing its portfolio of 100%-owned projects located in Tier 1 and emerging gold and lithium districts in Western Australia.

At BMG's flagship **Abercromby Gold Project** (11.1Mt@1.45 g/t Au for 518koz Au), located in the Agnew-Wiluna Greenstone Belt, the Company is pursuing a dual exploration strategy targeting Resource growth at the Capital Deposit, and pursuing a pipeline of regional targets that are highly prospective for further Capital-style mineralisation.

The **Invincible Gold-Lithium Project** is located in the central Pilbara and hosts 12.5km of the Warrawoona shear.

The **South Boddington Gold Project**, located in the Saddleback Greenstone belt that hosts the giant 40Moz+ Boddington deposit.

BMG has entered into a binding option to acquire, at BMG's election, a 100% interest in the **Bullabulling Gold-Lithium Project**, located in the emerging Coolgardie gold and lithium region.

