



ALLOTMENT COMPLETED FOR ENTITLEMENT ISSUE AND STRATEGIC PLACEMENT

17 September 2018

ASX Code: HMX

CAPITAL STRUCTURE:

Share Price (14/9/18)	\$0.03
Shares on Issue	278m
Market Cap	\$8.3m
Options Listed	165m
Options Unlisted	21.9m

Significant Shareholders

Deutsche Rohstoff	13.1%
Resource Capital Fund VI	9.3%
Management	8.8%

HAMMER METALS LTD:

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DIRECTORS / MANAGEMENT:

Russell Davis
Executive Chairman

Alex Hewlett
Managing Director

Nader El Sayed
Non-Executive Director

Simon Bodensteiner
Non-Executive Director

Mark Pitts
Company Secretary

Mark Whittle
Exploration Manager

Hammer Metals Limited (“**Hammer**” or “**the Company**”) (ASX: HMX), confirms that the further to the announcement on 12 September 2018, the Company instructed its registry to complete allotment under the Company’s non-renounceable option entitlement offer (“**the Offer**”).

The Company accepted applications in accordance with the Prospectus totalling 161,355,206 Options and raising a total of \$806,776.

In addition, the Company placed 6,666,667 shares and 4,000,000 free attaching options at \$0.03 per share to DJ Carmichael raising an additional \$200,000. The attaching options were issued on the same basis and terms as those issued under the Offer (Strategic Placement).

Completion of the Offer and Strategic Placement raised \$1,006,776 (before costs).

The Company now has 278,297,082 ordinary shares, 165,355,206 listed options and 21,949,078 unlisted options on issue.

A statement setting out the top 20 largest holders of the new listed option class and the range of holders is attached together with an Appendix 3b for immediate release.

Mark Pitts
Company Secretary

TOP 20 OPTION HOLDERS

RANK	HOLDER	OPTIONS	% HELD
1.	BNP Paribas Nominees Pty Ltd <DRP>	21,095,063	12.75
2.	D J Carmichael Pty Ltd	10,857,142	6.56
3.	Davis Family Capital Pty Ltd ATF The Davis Superfund	6,600,000	3.99
4.	Sunshore Holdings Pty Ltd	6,520,000	3.94
5.	Del Paggio Nominees Pty Ltd Del Paggio Superfund Acct	6,000,000	3.62
6.	J P Morgan Nominees Australia Limited	5,445,756	6.29
7.	Samlisa Nominees Pty Ltd	5,400,000	3.26
8.	Jetosea Pty Ltd	5,347,045	3.23
9.	Group Seventy Three Pty Ltd	5,000,000	3.02
10.	Ninety Three Pty Ltd ATF One Mile Superfund Acct	5,000,000	3.02
11.	Mr Kwok Wai Kin Viking	4,890,000	2.95
12.	Central Mutual (Inv) Pty Ltd <The Central Mutual (Inv) AC>	4,069,999	2.46
13.	Lundie Investments Pty Ltd ATF Patash Investments Superfund	4,004,332	2.42
14.	Mr Enzo Bosio & Mrs Camilla Bosio	4,000,000	2.41
15.	Mr Zbigniew Waldemar Lubieniecki	3,522,696	2.13
16.	Scintilla Strategic Investments Limited	3,375,000	2.04
17.	Beirne Trading Pty Ltd	3,260,000	1.97
18.	ACN 161 604 315 Pty Ltd	3,040,000	1.83
19.	Mr Christopher William Chalwell & Mrs Janine Rose Chalwell ATF Chalwell Pension Fund Acct	3,000,000	1.81
20.	Gecko Resources Pty Ltd ATF John Santul Superfund	1,800,000	1.08

DISTRIBUTION SCHEDULE

SPREAD OF HOLDINGS	NUMBER OF HOLDERS
1 – 1,000	26
1,001 – 5,000	13
5,001 – 10,000	26
10,001 – 100,000	100
Greater than 100,001	122
Total	287

Rule 2.7, 3.10.3, 3.10.4, 3.10.5

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

Hammer Metals Limited

ABN

87 095 092 158

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 | a) Listed Options.
b) Ordinary Shares
c) Unlisted Options |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | a) 165,335,206
b) 9,371,741
c) 236,280 |
| 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) | a) Listed options exercisable at \$0.03 on or before 30 September 2020
b) Unlisted Options exercisable at \$0.07 on or before 31 August 2020 |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

<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>a) Listed options do not rank equally, they are a new class.</p> <p>b) Ordinary shares rank equally with the existing fully paid ordinary shares of the Company.</p> <p>c) Unlisted options do not rank equally. When options are exercised the fully paid ordinary shares issued will rank equally with the existing fully paid ordinary shares of the Company from the date of allotment.</p>
<p>5 Issue price or consideration</p>	<p>a) \$0.005</p> <p>b) 2,305,074 shares at a price of \$0.021 in accordance with the underwriting agreement and 7,066,667 shares at \$0.03</p> <p>c) Nil</p>
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>a) In accordance with a Non renounceable entitlement issue and a subsequent placement.</p> <p>b) 2705,074 in lieu of fees and 6,666,667 to raise additional funds to fast track planned exploration.</p> <p>c) In lieu of fees.</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>Yes</p>
<p>6b The date the security holder resolution under rule 7.1A was passed</p>	<p>22 November 2017</p>
<p>6c Number of +securities issued without security holder approval under rule 7.1</p>	<p>9,371,741 ordinary shares 4,236,280 options</p>

+ See chapter 19 for defined terms.

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	161,355,206 (issued as part of the non-renounceable entitlement issue)	
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	21,175,125
		Rule 7.1A	26,749,677
		Total:	47,924,802
7	+Issue dates <small>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. Cross reference: item 33 of Appendix 3B.</small>	14 September 2018	
8	Number and +class of all +securities quoted on ASX (including the +securities in section 2 if applicable)	Number	+Class
		278,297,082	Fully Paid Ordinary Shares
		165,335,206	\$0.03 option exp 30/9/2020

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (including the +securities in section 2 if applicable)	12,800,000	\$0.06 option exp 30/6/2020
	5,000,000	\$0.075 option exp 29/6/2019
	2,649,078	\$0.07 option exp 31/08/2020
	1,500,000	\$0.07 option exp 30/11/2019

10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	N/A
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Part 2 - Pro rata issue

11 Is security holder approval required?	
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12 Is the issue renounceable or non-renounceable?	
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13 Ratio in which the +securities will be offered	
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14 +Class of +securities to which the offer relates	
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15 +Record date to determine entitlements	
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16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	
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17 Policy for deciding entitlements in relation to fractions	
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18 Names of countries in which the entity has security holders who will not be sent new offer documents	
<small>Note: Security holders must be told how their entitlements are to be dealt with.</small> <small>Cross reference: rule 7.7.</small>	

19 Closing date for receipt of acceptances or renunciations	
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+ See chapter 19 for defined terms.

20	Names of any underwriters	
21	Amount of any underwriting fee or commission	
22	Names of any brokers to the issue	
23	Fee or commission payable to the broker to the issue	
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders	
25	If the issue is contingent on security holders' approval, the date of the meeting	
26	Date entitlement and acceptance form and offer documents will be sent to persons entitled	
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	
28	Date rights trading will begin (if applicable)	
29	Date rights trading will end (if applicable)	
30	How do security holders sell their entitlements <i>in full</i> through a broker?	
31	How do security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	
32	How do security holders dispose of their entitlements (except by sale through a broker)?	

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

33 +Issue date

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

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
N/A

+ See chapter 19 for defined terms.

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)

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

+ See chapter 19 for defined terms.

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: 
(Director/Company secretary)

Date: 17 September 2018

Print name: Mark Pitts
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+ 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	234,059,674
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> 	33,437,096
Subtract the number of fully paid +ordinary securities cancelled during that 12 month period	None
“A”	267,496,770

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

Step 2: Calculate 15% of “A”	
“B”	0.15 <i>[Note: this value cannot be changed]</i>
Multiply “A” by 0.15	40,124,515
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> 	<p>1,428,571 (1/11/17)</p> <p>2,412,798 (Unlisted options 1/11/17)</p> <p>1,500,000 (Unlisted options 15/12/17)</p> <p>2,305,074 (14/9/18 UW fee shares in lieu)</p> <p>236,280 (Unlisted options UW 14/9/18)</p> <p>6,666,667 (14/9/18 Placement)</p> <p>4,000,000 (Listed placement options 14/9/18)</p> <p>400,000 (14/9/18 shares in lieu)</p>
“C”	18,949,390
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>	40,124,015
<p>Subtract “C”</p> <p><i>Note: number must be same as shown in Step 3</i></p>	18,949,390
Total [“A” x 0.15] – “C”	21,175,125 <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>	267,496,770
Step 2: Calculate 10% of “A”	
“D”	0.10 <i>Note: this value cannot be changed</i>
Multiply “A” by 0.10	26,749,677
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 <i>Notes:</i> <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>	26,749,677
Subtract "E" <i>Note: number must be same as shown in Step 3</i>	-
Total ["A" x 0.10] – "E"	26,749,677 <i>Note: this is the remaining placement capacity under rule 7.1A</i>

+ See chapter 19 for defined terms.