

Share Purchase Plan to fund nickel search

- **Share Purchase Plan to provide eligible shareholders with the opportunity to subscribe for up to \$15,000 worth of new shares targeting approximately \$600,000**
- **New shares priced at a 20% discount to the 5-day VWAP up to and including the SPP Closing Date**
- **SPP partly underwritten by Patersons Securities Ltd to \$290,000**
- **Funds raised will be used to drill priority nickel targets at Kurnalpi, support ongoing target generation activities and for working capital purposes**
- **Directors intend to take up their maximum entitlement under the SPP**

Mithril Resources Ltd (“Mithril” or “Company”) (ASX: MTH) is pleased to announce a capital raising by way of a Partly Underwritten Share Purchase Plan (“SPP”).

The Company is pleased to offer eligible shareholders the opportunity to subscribe for a maximum of \$15,000 worth of new fully paid ordinary shares in the Company (“New Shares”) without incurring brokerage or other transaction costs. The SPP is intended to raise approximately \$600,000 and is partly underwritten to \$290,000 by Patersons Securities Ltd (“Patersons”).

Patersons also have the right to facilitate a Top Up Placement following the SPP with New Shares issued under the Company’s Placement Capacity at the same price as the SPP.

Funds raised will be used to drill priority nickel targets at the Kurnalpi Nickel Project, support ongoing target generation activities and for working capital purposes.

The Company expects to dispatch the SPP Offer Document and Application Form to eligible shareholders shortly.

Share Purchase Plan

Pursuant to the SPP rules, existing shareholders who are recorded on the share register at 17 May 2018 (Record Date) with a registered address in Australia or New Zealand will be eligible to participate and will be entitled to apply for up to \$15,000 of new fully paid ordinary shares of the Company at a 20% discount to the 5-day volume weighted average price (“VWAP”) up to and including the SPP Closing Date.

All shares issued under the SPP will rank equally with existing ordinary shares of the Company.

The Company’s Directors have indicated that they intend to take up their maximum \$15,000 entitlement under the SPP (subject to scale-back if oversubscribed).

Indicative SPP Timetable

Record Date	Thursday 17 May 2018
Announcement of Share Purchase Plan	Friday 18 May 2018
Dispatch Date	Monday 28 May 2018
Closing Date	Monday 18 June 2018 or such other date agreed in writing by the Company and the Underwriter
Shortfall Notice Deadline Date (notice of the Shortfall Shares and Certificate)	Thursday 21 June 2018 or such other date as agreed in writing by the Company and the Underwriter
Shortfall Settlement Date	Wednesday 25 June 2018 or such other date as agreed in writing by the Company and the Underwriter
Allotment of Shortfall Shares	Within 1 Business Day of the Shortfall Settlement Date
Despatch of shareholding statements	Within 2 Business Days after the Allotment Date or such other date agreed in writing by the Company and the Underwriter.

About the Kurnalpi Nickel Project

Mithril's recent drilling at the 100%-owned Kurnalpi Nickel Project (*located 70 kms north east of Kalgoorlie, WA – Figure 1*) intersected a 4-metre zone of gossanous weathered ultramafic and several other narrow intervals of disseminated nickel sulphide mineralisation at the Kurnalpi Nickel-Cobalt Prospect which remains open in all directions. This is the first ever recognition of nickel sulphides within the project tenement boundaries.

Subsequent downhole EM geophysical surveying identified a new off hole conductor lying adjacent to the sulphide mineralisation on the eastern edge of the host ultramafic unit.

The south-plunging conductor (Conductivity Thickness of 3400S), which has not been previously drilled, is a priority for follow-up and three Reverse Circulation holes (750 metres) are planned as an initial test of the EM conductor and the gossan / sulphide intercepts.

The nickel prospective ultramafic rocks also extend for over 3.5 kilometres to the south with little, or no previous testing.

In addition to the planned drilling, the Company is planning to carry out ground EM geophysical surveying over the southern ultramafic, including a historic drill hole (KURA50) which intersected 20m @ 0.69% nickel, 0.07% cobalt from 32 metres including 8m @ 0.96% nickel, 0.09% cobalt from 36 metres and was never followed-up (see ASX *Announcement dated 7 February 2018*).

The aim of the EM geophysics is to define additional targets for drill testing.

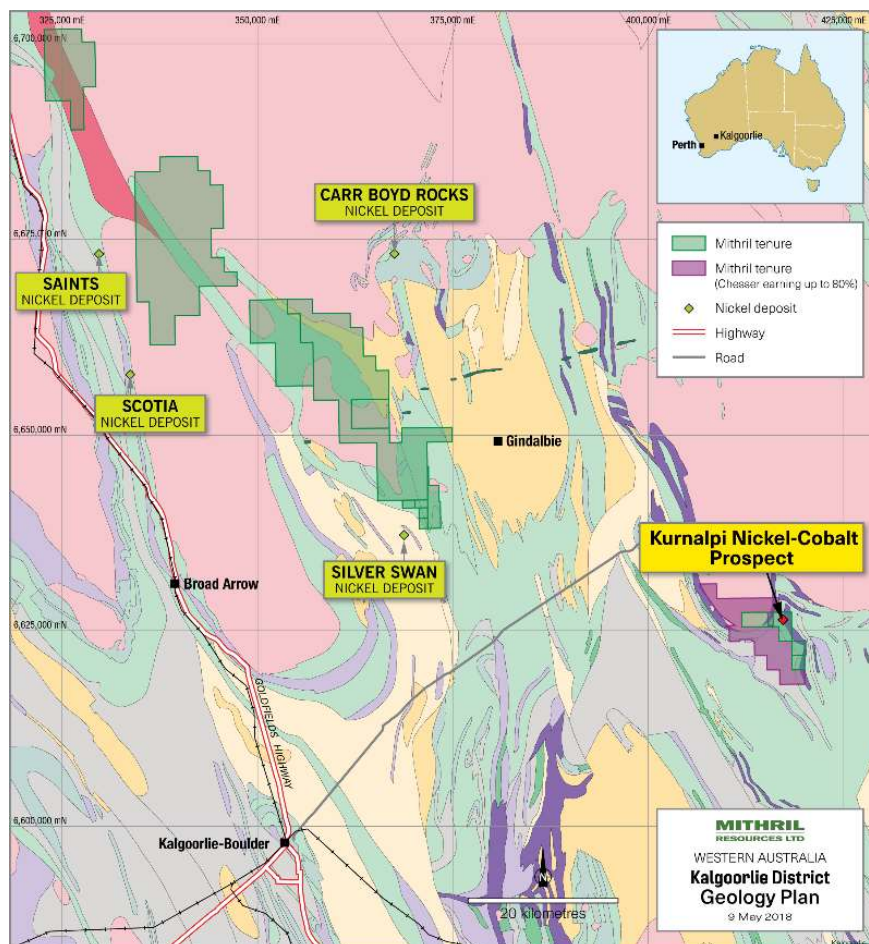


Figure 1: Location Plan

ENDS

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Competent Persons Statement:

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr David Hutton, who is a Competent Person, and a Fellow of The Australasian Institute of Mining and Metallurgy. Mr Hutton is Managing Director and a full-time employee of Mithril Resources Ltd. Mr Hutton has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

Mr Hutton consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

About Mithril Resources Ltd:

Mithril Resources is an Australian resources company whose objective is the creation of shareholder wealth through the discovery and development of mineral deposits.

Mithril is exploring for a range of high-value commodities (principally nickel, cobalt, copper and zinc) throughout the Meekatharra, West Kimberley and Kalgoorlie Districts of Western Australia.

The Company is also exploring South Australia's far western Coompana Province for magmatic nickel – copper deposits with OZ Minerals Limited.