

Issue of Shares under Placement

Superior Lake Resources Limited (ASX: SUP) (“**Superior Lake**” or the “**Company**”) is pleased to announce that it has completed the Placement of \$5,000,000 (before costs) as outlined in the Company’s announcement of 24 August 2018.

The Company will issue a total of 142,857,143 ordinary shares at an issue price of \$0.035 per share to institutional and sophisticated investors under the Placement as follows:

- The issue of a total of 117,142,858 ordinary shares on 31 August 2018 pursuant to the Company’s existing 15% and 10% placement capacity pursuant to ASX Listing Rule 7.1 and 7.1A respectively. Specifically, 44,883,425 ordinary shares will be issued pursuant to LR 7.1 and 72,259,433 ordinary shares pursuant to LR 7.1A.
- The issue of 17,142,857 ordinary shares under the Placement is expected to occur on or about 7 September 2018 and will be issued under the Company’s existing 15% placement capacity pursuant to ASX Listing Rule 7.1; and
- The issue of 8,571,428 ordinary shares under the Placement is subject to Shareholder approval to be obtained at a General Meeting of Shareholders expected to be convened as soon as possible.

As required under ASX Listing Rule 3.10.5A, the Company provides the following information with respect to the 72,259,433 shares issued under its ASX Listing Rule 7.1A placement capacity:

a) The dilutive effect of the Placement on existing shareholders of the Company is as follows:

	Shares	Dilution post-Placement
Shares on issue prior to Placement	722,594,349	
Shares issued under LR7.1 capacity	62,026,282	7.17%
Shares issued under LR7.1A capacity	72,259,433	8.35%
Shares to be issued subject to Shareholder approval	8,571,428	0.99%
Total shares on issue post Placement	865,451,492	
Total dilution effect		16.51%

b) The shares were issued for cash consideration. The Company issued the 72,259,433 shares as a Placement under ASX Listing Rule 7.1A in order to advance a Feasibility Study at the Company’s Superior Lake Project in Ontario, Canada, and for general working capital, and the Company considered the Placement to be the most expedient and efficient method for raising funds at this time.



- c) There was no underwriting for this Placement.
- d) BW Equities Pty Ltd ("**BW Equities**") acted as Lead Manager to the Placement. For its role as Lead Manager, BW Equities will receive fees of \$250,000 (plus GST). The Company has also issued BW Equities 10 million unlisted options with an exercise price of \$0.06 and 10 million unlisted options with an exercise price of \$0.08. Both tranches expire 36 months from date of issue. These were issued under the Company's existing 15% placement capacity pursuant to ASX Listing Rule 7.1.

Accompanying this announcement is the Appendix 3B in respect of the securities issued.

About the Company

Superior Lake Resources Limited

Superior Lake Resources Limited (ASX: SUP) is an ASX listed company focused on the redevelopment of the Superior Lake Project, which incorporates the Winston and Pick Lake Mines. These deposits rank amongst the highest-grade zinc deposits globally with a combined JORC resource of 2.15 Mt at 17.7% Zn, 0.9% Cu, 0.4 g/t Au and 33.5 g/t Ag. The Project is located in North Western Ontario, Canada which is rated one of the best mining jurisdictions in the world.

The Superior Lake Project has significant infrastructure in place which includes underground mine development to the existing mineralisation, tailings dams, site power connected to the grid and an all-weather road. The Superior Lake Project historically produced over 3Mt of ore up until 1999 where mining was suspended due to low commodity prices.

Competent Person Statement

Mineral Resources

The information in this announcement that relates to the Mineral Resources on the Superior Lake Project was first reported by the Company to ASX on July 3rd, 2018. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement, and in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.