

Notice Under Section 708A (5)(e) of the Corporations Act

On 12 September 2016, PNX Metals Limited ('Company') (**ASX: PNX**) issued a total of 27,250,000 ordinary shares to sophisticated investors, as part of the capital raising announced to the ASX on 22 August 2016. The Appendix 3B in relation to the issue of these shares was lodged with the ASX on 13 September 2016.

The Company advises that:

- 1) as a disclosing entity, the Company is subject to regular reporting and disclosure obligations;
- 2) the shares placed are in the same class of ordinary shares as are quoted on the ASX;
- 3) the Company issued the shares without disclosure to investors under Part 6D.2 of the Act, in reliance on section 708 and notification is being given under 708A(5)(e) of the Act;
- 4) as at the date of this notice:
 - the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company;
 - the Company has complied with section 674 of the Act; and
- 5) as at the date of this notice there is no excluded information (as defined in sections 708A(7) and (8) of the Act) in relation to the Company.

By order of the Board:

A handwritten signature in blue ink, appearing to read 'Tim Moran', written over a large, light grey watermark of the PNX Metals logo.

Tim Moran
Company Secretary
PNX Metals Limited