



## 1:3 FULLY UNDERWRITTEN NON-RENOUNCEABLE ENTITLEMENT OFFER

### HIGHLIGHTS

- Fully underwritten non-renounceable 1 for 3 entitlement offer at \$0.05 per share to raise approximately \$1.06 million.
- Entitlement offer run in conjunction with a recently completed placement of approximately \$415,000.

On 9 September 2013 Talga Resources Limited (ASX:TLG) ("Talga" or "the Company") announced its intention to undertake a two part capital raising including a \$415,000 placement ("Placement") and a fully underwritten non-renounceable entitlement offer to raise approximately \$1.06 before costs ("Entitlement Offer").

The Company has completed the Placement and is now pleased to confirm that it has today lodged a prospectus ("Prospectus") with the Australian Securities and Investments Commission ("ASIC") for the Entitlement Offer.

### Details of the Entitlement Offer

Under the Entitlement Offer, the Company is offering one (1) fully paid ordinary share ("New Share") for every three (3) existing shares held as at 5.00pm WST on 27 September 2013 ("Record Date") to shareholders with a registered address in Australia, New Zealand, Hong Kong, Germany and The People's Republic of China.

The Company will issue up to 21,200,022 New Shares at an issue price of \$0.05 per New Share to raise approximately \$1.06 million before costs.

The Entitlement Offer is Lead Managed and fully underwritten by Patersons Securities Limited.

The New Shares will rank equally in all respects with the Company's existing shares. The Company will apply to the ASX for quotation of the new shares.

Advice will be provided to all shareholders shortly outlining eligibility and process required in order to participate in the Rights Issue.

### Use of Funds

Proceeds from the Entitlement Offer will be used to advance the Company's graphite projects in Sweden, including completion of preliminary economic assessments, to advance Talga's iron ore projects in Sweden for potential divestment and for general working capital.

### Indicative Timetable

The Company expects the Entitlement Offer to be conducted in accordance with the following indicative timetable:

#### Talga Resources Ltd

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[www.talgaresources.com](http://www.talgaresources.com)

#### Corporate Information

ASX Code TLG

Shares on issue 63.6m

Options (unlisted) 3.75m

#### Company Directors

Sean Neary

Non-Executive Chairman

Mark Thompson

Managing Director

Piers Lewis

Non-Executive Director

 **ASX Code: TLG**

Shares quoted on an "EX" basis	23 September 2013
Record Date for determining Entitlements	27 September 2013
Prospectus with Application Forms dispatched to shareholders	1 October 2013
Closing Date of Entitlement Offer	16 October 2013
Shares quoted on a deferred settlement basis	17 October 2013
Notification of Shortfall to ASX	21 October 2013
Anticipated date for allotment and issue of the Securities and despatch of holder statements	24 October 2013
Deferred settlement trading ends	24 October 2013
Anticipated date for commencement of Securities trading	25 October 2013

### Indicative Capital Structure

The indicative capital structure of the Company post the successful completion of the Entitlement Offer (and assuming the maximum number of Entitlement Offer shares to be issued) would be as follows:

	Ordinary Shares	Unlisted Options
Existing Ordinary Shares	63,600,067	3,750,000
Entitlement Offer (1:3) @ \$0.05	21,200,022	
<b>Total</b>	<b>84,800,089</b>	<b>3,750,000</b>

### Prospectus

The Company has lodged the Prospectus with ASIC today which sets out the material information relating to the Entitlement Offer.

A copy of the Prospectus and an Appendix 3B in respect of the Rights Issue will follow this announcement. The Prospectus, together with application forms, will also be mailed to all eligible shareholders in accordance with the indicative timetable above. The Prospectus will also be available on the Company's website [www.talgaresources.com](http://www.talgaresources.com)

For further information, please contact:

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