



ASX ANNOUNCEMENT

ASX : CXO

27th October 2015

Non-renounceable rights issue

- **Core Exploration is pleased to announce a fully underwritten 1-for-4 non-renounceable rights issue at 0.3 cents per option to raise up to \$0.13 million.**
- **New options to be issued with an exercise price of 5 cents and term of 22 months.**
- **Eligible Core Exploration shareholders will be given the opportunity to apply for additional options in excess of their entitlements.**

Core Exploration Limited (ASX: CXO) (“Core” or “Company”) today announced a non-renounceable rights issue to raise up to \$0.13 million (before costs). The funds raised will be used for working capital purposes.

Core is focussed on actively pursuing significant discoveries in new and world class exploration terrains that have the potential to create substantial step changes in the value for our shareholders. In pursuing this strategy, the Company as recently completed two drilling programs on the Yerelina Project in SA and Jervois Domain in the NT and is continuing to actively advance its exploration projects.

Core has completed drilling on the Company’s 100%-owned Jervois Domain tenements in the NT. Drilling is focussed within a large, 20km long prospective zone that has similar structural and geophysical features to KGL’s (ASX:KGL) nearby Jervois Project. These geophysical targets and models fit well with Sedex/VHMS model proposed for the mineralisation at Jervois by recent NTGS research.

Core has also recently completed the first drilling program on the Company’s Yerelina zinc-lead-silver project on EL 5015, which covers a 1,000km² area in northern South Australia. Core’s diamond drilling is targeted under the outcropping high grade mineralisation identified at Great Gladstone and Big Hill Prospects at Yerelina. Recent drilling updates have highlighted that recent drill core has intersected mineralised breccias and veining at both these prospects.

Drill assay results for both these exciting drilling programs are expected toward the end of November 2015.

In August 2015, Core entered into a Memorandum of Understanding (MOU) with an offshore organisation to negotiate the final terms of a Joint Venture to advance Core’s Inkheart and Blueys Project in the Northern Territory. Core is also working toward completing a binding joint venture agreement by the end of calendar 2015.



Rights Issue

Core is undertaking a non-renounceable rights issue (“Rights Issue”) of one (1) new option exercisable at 5 cents by 31 August 2017 for every four (4) shares held at an issue price of 0.3 cents per option (New Options).

Shareholders with an address in Australia or New Zealand on the Company’s register on 5 November 2015 will be eligible to participate in the Rights Issue (“Eligible Shareholders”).

The Rights Issue is fully underwritten by InSync Equity Services Pty Ltd.

Core Exploration Directors reserve the right to place the remaining shortfall at their discretion within three months after the close of the offer.

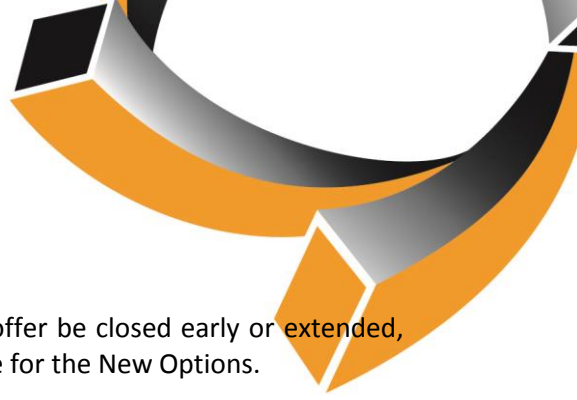
Eligible shareholders’ entitlements pursuant to this Rights Issue are non-renounceable and accordingly, they may:

- take up their rights in full and apply for additional New Options.
- take up their rights in full or in part;
- do nothing, in which case their rights will lapse.

The proposed timetable for the Rights Issue is as follows:

Event	Date
Announcement of Rights Issue and Appendix 3B lodged	Tuesday, 27 October 2015
Prospectus lodged with ASIC and ASX	Tuesday, 27 October 2015
Notice sent to shareholders	Friday, 30 October 2015
‘Ex’ Date	Monday, 2 November 2015
Record Date	Thursday, 5 November 2015
Dispatch of Prospectus and Entitlement & Acceptance Forms to shareholders, Rights Issue opens	Monday, 9 November 2015
Closing Date	Wednesday, 18 November 2015
Notify ASX of under-subscriptions (if required)	Monday, 23 November 2015
Issue and allotment of New Options	Wednesday, 25 November 2015
New Options commence trading on ASX	Thursday, 26 November 2015

The above dates are indicative only. Subject to the *Corporations Act 2001* and the ASX Listing Rules, the Directors reserve the right at their discretion to withdraw the offer at any time, close the Rights



Issue early or extend the Closing Date for the offer. Should the offer be closed early or extended, there will be a consequential effect on the anticipated date of issue for the New Options.

Existing option holders will need to exercise their options and be a registered holder of shares at the close of business on 5 November 2015 if they wish to participate in the Rights Issue.

Core has decided it is unreasonable to make the offer to shareholders who have a registered address in a country outside of Australia or New Zealand, having regard to the number of shareholders in such places, the number and value of the New Options they would be offered and the substantial costs of complying with the legal and regulatory requirements in those jurisdictions.

Full details of the Rights Issue is set out in a Prospectus, which will be lodged by Core with the Australian Securities and Investments Commission (“ASIC”) and the Australian Securities Exchange (“ASX”) today.

For further information please contact:

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Competent Person Statement

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Stephen Biggins (BSc(Hons)Geol, MBA) as Managing Director of Core Exploration Ltd who is a member of the Australasian Institute of Mining and Metallurgy and is bound by and follows the Institute’s codes and recommended practices. He has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activities 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. Biggins consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The report includes reference to results that have previously been released under JORC 2012 by Core.

<i>21/10/2015</i>	<i>Second zone of breccia and veining intersected at Yerelina</i>
<i>12/10/2015</i>	<i>Drilling intercepts mineralised breccia zone at Yerelina</i>
<i>6/10/2015</i>	<i>Cores Jervois Domain Drilling Underway</i>

The Company is not aware of any new information that materially affects the information included in this announcement.