



30 July 2020

Investigator Raising \$8 million to advance Paris Silver Project

Investigator Resources Limited (ASX: IVR) (“Investigator” or the “Company”) has received firm commitments to raise A\$8 million through a share placement. Funds raised will be used for development studies and exploration activities at the Company’s 100% owned Paris Silver Project.

Highlights

- Paris is Australia’s highest-grade undeveloped primary silver project
- Recent appreciation in silver price saw significant investor demand from existing shareholders and institutional investors
- Cornerstone investment of \$4M from Investigator’s major shareholder
- \$8M to be raised via issue of 266.7M shares at an issue price of 3c per share, a 6.3% discount to 10-day VWAP of 3.2c

Placement to raise \$8 million

The Company is pleased to announce that it has received firm commitments from institutional and sophisticated investors for a two tranche placement of approximately 266.7 million fully paid ordinary shares in the Company at an issue price of \$0.03 to raise \$8 million (before costs) (“Placement”). The issue price of \$0.03 per share represents a 7.3% premium to the 30-day Volume Weighted Average Price (“VWAP”) of 2.8c and no discount to the 15-day VWAP of 3c prior to announcement of the Placement.

Strong demand for the Placement was received from existing shareholders, including a \$4 million firm commitment from the Company’s major shareholder, as well as a number of new institutions.

Canaccord Genuity (Australia) Ltd acted as Lead Manager to the Placement.

The Placement will be settled in two tranches as follows:

- **Tranche 1** – the issue of up to 183,333,333 new fully paid ordinary shares pursuant to the Company’s available placement capacity under ASX Listing Rules 7.1 and 7.1A, being

100,167,574 Shares and 83,165,759 Shares respectively. The issue of the Tranche 1 shares is expected to occur on or about Friday 7 August 2020.

- **Tranche 2** - 83,333,334 fully paid ordinary shares subject to shareholder approval. The Company intends to conduct an Extraordinary General Meeting of Shareholders to approve the Tranche 2 shares in early September. The issue of the Tranche 2 shares will occur as soon as possible after shareholder approval is obtained.

Funds raised will be used for:

- Completion of the Pre-Feasibility Study (“PFS”) on the Paris Silver Project (see below);
- Exploration drilling seeking repetitions and extensions of the Paris resource;
- Explore potential acquisitions of an advanced stage, pre-development project in the precious metals industry; and
- Working capital.

Commenting on the Placement, Investigator’s Managing Director, Andrew McIlwain said: *“We have been impressed by the demand for this silver story from investors in this recent transaction. We are particularly appreciative of the support extended by existing shareholders and welcome new shareholders to the Company.*

“Merian Gold and Silver Fund - Investigator’s major shareholder – has significantly increased its investment in the Company, clearly demonstrating support for the Paris Silver Project.

“The Investigator team now have the capacity to complete the Paris PFS, where we will be seeking to enhance the outcome through drilling to add more silver to the project.

“We have commenced preparatory work for an anticipated start to drilling in early September and anticipate delivering results that will support the confidence that investors have shown in a backdrop of strong and rising silver metal prices.

“I look forward to reporting on our progress”.

About the Paris Silver Project – 100% IVR

The Paris Silver Project is Australia’s highest-grade undeveloped silver project. With a JORC 2012 resource of 9.3 Mt @ 139g/t Ag and 0.6% Pb for 42 Moz contained silver and 55 kt contained lead as estimated in 2017¹, the Paris resource is a shallow, high-grade silver deposit amenable to a bulk open pit mining method.

A programme developed to complete a PFS includes infill drilling to advance the existing Inferred Resource to Indicated status, further development and refinement of process plant flowsheet and design, open pit mine design and scheduling as well as refinement of power and water supply options.

¹ First reported in ASX announcement of 19 April 2017. The Company confirms that it is not aware of new information or data that materially affects the information included in the market announcement, and that material assumptions and technical parameters underpinning the estimate continue to apply.

At completion of the PFS, an improved level of confidence in key operating parameters and cost assumptions will enable comprehensive project economic analysis, development and finance decisions to be made.

- **Drilling planned to upgrade Paris' Resource**

Approximately 45% of the total 9.3Mt estimated resource is classified as Indicated and the remaining 55% as Inferred. The conceptual open pit mine design, to a maximum depth of approximately 120m, generated from the 2017 resource estimation is shown in plan and long section in Figure 1 below.

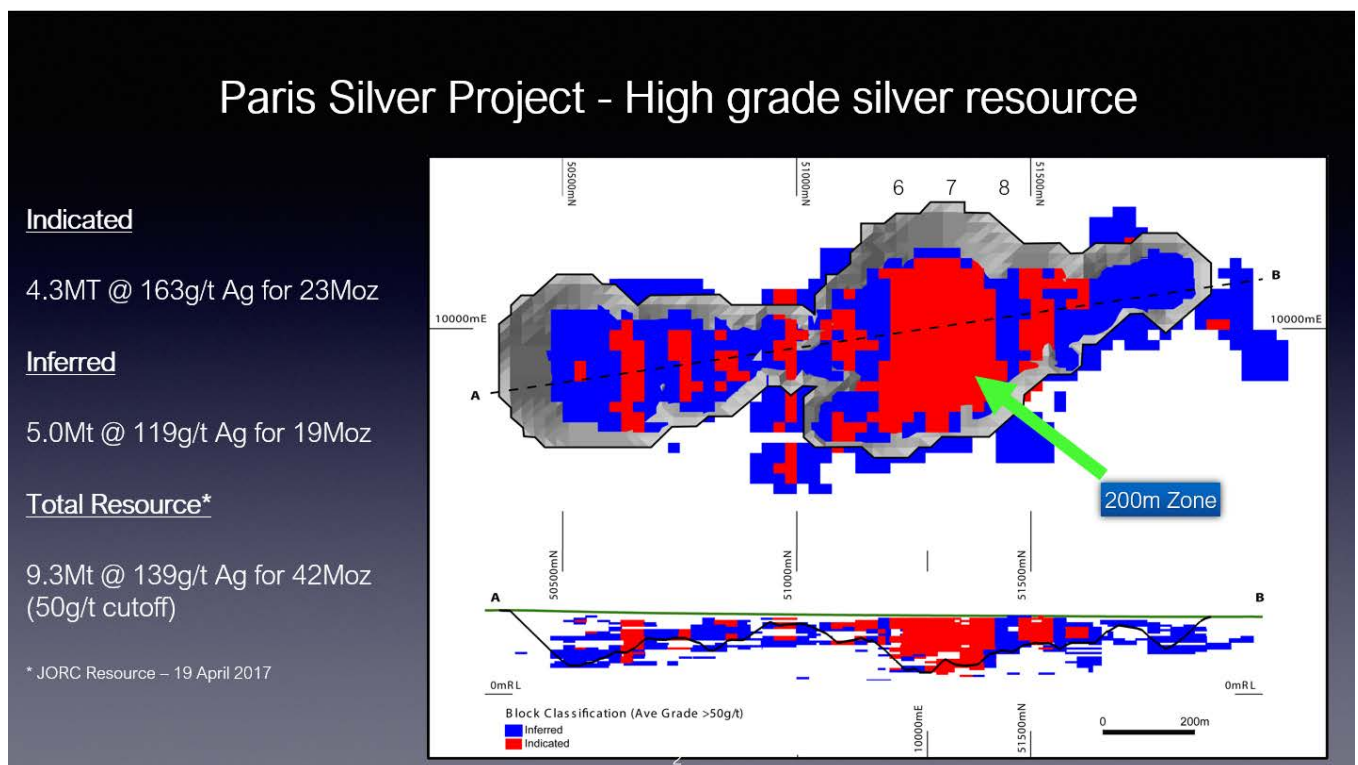


Figure 1: Paris Silver Project – Indicated Resource (red) and Inferred Resource (blue) – shown both in plan and long section within conceptual pit outline (grey)

A drill plan has been designed to convert additional Inferred Resources to Indicated status (refer Figure 2 below).

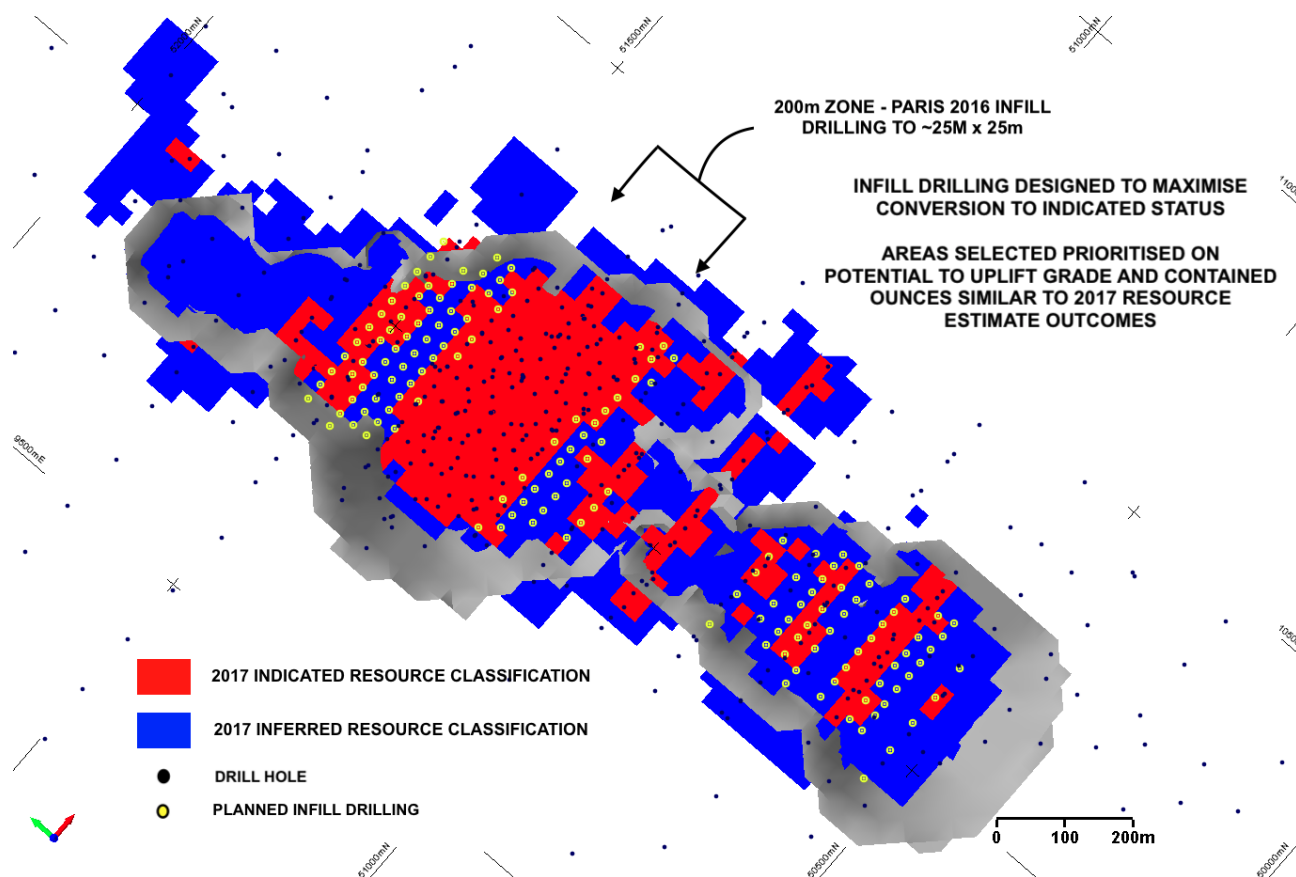


Figure 2: Shows the proposed infill drill holes (yellow) - within conceptual pit outline (grey)

Importantly, the 2016 infill drill programme, which focussed primarily on the central “200m Zone” of the Paris resource, resulted in a 20% uplift of grade in the revised 2017 resource estimate of 119g/t Ag to 163g/t Ag on conversion from Inferred to Indicated status and an uplift in total estimated resource grade from 116g/t Ag (2015) to 139g/t Ag. In combination with a 5% increase in total tonnes, the 2017 resource estimate delivered a 26% increase in total contained ounces.

Based on these previous results, there is a clear value add proposition to deliver increased silver ounces at a greater level of resource confidence from the existing deposit footprint. This can be achieved through a relatively cost-effective drill programme based on the 2016 method of RC drill coverage.

As discussed in Company’s March 2020 Quarterly Report, the independent expert who completed the geological structural review, confirmed Investigator’s premise that further infill drilling will deliver resource grade improvement.

The increase in total Indicated Resource will allow a greater proportion of the mineralisation to be converted to a probable reserve category in the proposed PFS mining studies - further enhancing the projects metrics.

- **Next steps to complete PFS**

On the completion of the Paris infill drill programme, re-estimation of the mineral resource will be undertaken. Review of the previous geotechnical assessment will be completed, with an expectation that the pit wall slope angles assumed in concept studies can be steepened. This is expected to deliver lower waste to ore (strip) ratios, lessening total material movements and logically enhancing economics. Both the revised resource estimate and geotechnical parameters will form the basis of the PFS open pit optimisation study, which will include mine sequencing and production scheduling.

A review of the preferred proposed processing route was undertaken by consultant Mincore. The review identified the potential to deliver incremental improvements in mineral recoveries. One area of further work will investigate if ultra-fine grind technology can deliver enhanced silver recovery on part of the proposed feedstock.

Detail associated with the design and costs of other features of the project such as power and water supply and infrastructure, including accommodation and access roads, will be refined – all necessary inputs to advance the Paris Silver Project the level of Pre-Feasibility Study.

For and on behalf of the Board of Directors

Andrew McIlwain

Managing Director & CEO

About Investigator Resources

Investigator Resources Limited (ASX code: IVR) is a metals explorer with a focus on the opportunities for silver-lead, copper-gold and other metal discoveries.

Investors are encouraged to stay abreast of Investigator's news and announcements by registering their interest via the following weblink address: <https://investres.com.au/enews-updates/>

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COMPETENT PERSONS STATEMENT

The information in this presentation relating to exploration results is based on information compiled by Mr. Jason Murray who is a full-time employee of the company. Mr. Murray is a member of the Australasian Institute of Mining and Metallurgy. Mr. Murray has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves

Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Murray consents to the inclusion in this report of the matters based on information in the form and context in which it appears.

The information in this presentation that relates to Mineral Resources Estimates at the Paris Silver Project is extracted from the reports titled “Significant 26% upgrade for Paris Silver Resource to 42Moz contained silver” dated 19 April 2017 and “Upgraded Paris resource estimate: 60% increase to 33Moz silver” dated 9 November 2015 and are available to view via the ASX. 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 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.

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