

REALM RESOURCES LIMITED (ASX: RRP)

27 September 2013

**PRO-RATA NON-RENOUNCEABLE ENTITLEMENT OFFER OF
37 NEW SHARES FOR EVERY 9 SHARES HELD**

Overview of Entitlement Offer

Purpose of Entitlement Offer

- The Company requires a minimum of \$6,000,000 to repay funds to Taurus Funds Management (**Taurus**) and meet working capital requirements. Accordingly, the \$7,000,000 Entitlement Offer is underwritten to the extent of \$6,000,000 to ensure that the company can remain a going concern in the short to medium term.

Shareholder approval required before Entitlement Offer can proceed

- As Taurus may obtain control of the company through the sub-underwriting arrangements, the Entitlement Offer is subject to shareholder approval at a general meeting of RRP's shareholders on **24 October 2013**. Please refer to the notice of meeting (**NOM**) sent to shareholders on 25 September 2013.
- It is therefore important that shareholders vote at the general meeting to ensure that the Entitlement Offer can proceed, irrespective of whether or not they intend to follow their rights; otherwise RRP may be unable to raise sufficient funds to remain a going concern in the short to medium term.

Applying for shares under the Entitlement Offer

- The Entitlement Offer will **open on 8 October 2013 and close on 30 October 2013**.
- During this time, shareholders can apply for shares up to their entitlement. Shareholders can also apply for additional shares.
- The details of the Entitlement Offer and the forms necessary to apply for shares are contained in an offer booklet, which will be released via ASX and sent to shareholders on 8 October 2013.

Clarification of ratio

RRP advises that two of the announcements released on 25 September 2013 (titled 'Non-Renounceable Rights Issue' and 'Appendix 3B') had incorrect share ratios being offered under the Entitlement Offer. As set out in the other announcements released on 25 September 2013 (that titled 'Notice of General Meeting / Proxy Form', for example), the Entitlement Offer will be made on the basis of **37 new shares for every 9 existing ordinary shares** at an issue price of \$0.004 per share.

Signed for and on behalf of Realm Resources Limited



Theo Renard
Company Secretary