



ASX RELEASE

16 May 2017

ASX: MGV

MGV Raises \$3 million from oversubscribed share placement

Musgrave Minerals Limited (**the Company, Musgrave or MGV**) is pleased to advise that it has received firm commitments to raise \$3 million (before costs) via a placement of 40,000,000 shares to professional and sophisticated investors (**the Placement**).

The Placement was significantly oversubscribed with interest from new investors, including institutional investors and existing professional and sophisticated shareholders. The Company expects to issue the Placement shares on or around 19 May 2017.

The Placement will be undertaken using the Company's available placement capacity, comprising 27,006,867 shares issued at an issue price of 7.5 cents under the Company's 15% placement capacity and 12,993,133 shares issued at an issue price of 7.5 cents under the additional 10% placement capacity, as approved by shareholders at the Company's 2016 Annual General Meeting.

The funds raised will be directed towards further drilling of the high grade Break of Day gold deposit to define the strike extent of the high grade gold lodes and commence a scoping study on the Moyagee Development Project (which includes the Lena and Break of Day gold deposits), regional exploration and for general working capital.

Patersons Corporate Finance acted as Lead Manager to the Placement.

For and on behalf of the Board.

A handwritten signature in black ink, appearing to read "Trish Farr", enclosed within a circular scribble.

Trish Farr
Company Secretary.