



Crater Gold Mining Limited
ABN 75 067 519 779

SUPPLEMENTARY PROSPECTUS

INTRODUCTION AND IMPORTANT NOTICE

This document is a supplementary prospectus dated 9 August 2017 and was lodged with the Australian Securities and Investment Commission (**ASIC**) on that date (**Supplementary Prospectus**). Neither ASIC nor ASX take any responsibility for the contents of this Supplementary Prospectus.

This Supplementary Prospectus supplements, and must be read together with, the prospectus dated 26 July 2017 (**Prospectus**) issued by Crater Gold Mining Limited ACN 067 519 779 (**Company**).

Unless otherwise indicated, terms defined and used in the Prospectus have the same meaning in this Supplementary Prospectus. To the extent of any inconsistency between the Prospectus and this Supplementary Prospectus, this Supplementary Prospectus will prevail.

This Supplementary Prospectus and the Prospectus are important documents that should be read in their entirety. If you have any questions about the Shares being offered under the Prospectus or any other matter, you should consult your professional advisers.

The Directors believe that the contents of this Supplementary Prospectus are not materially adverse from the point of view of an investor.

PURPOSE OF THIS SUPPLEMENTARY PROSPECTUS

The purpose of this Supplementary Prospectus is to extend the Closing Date of the Offer and an update in relation to a short term bridging facility provided by Freefire to the Company.

SECTION 1 EXTENSION OF CLOSING DATE

The Offer opened on 3 August 2017 and was originally scheduled to close on 14 August 2017, being an offer period of 7 Business Days (which is the shortest period of time permitted under the Listing Rules). The Company has been liaising with Eligible Shareholders, some of whom have only just received their copy of the Prospectus and who have expressed the need for more time in order to be able to take up their Entitlement. In these circumstances, the Board considers it is appropriate to extend to Offer to provide Eligible Shareholders with sufficient opportunity to accept their Entitlement under the Offer.

As such, the Board (following consultation and agreement with the Underwriter) has resolved to extend the Offer by 7 days such that the new Closing Date of the Offer is 21 August 2017. An updated indicative timetable for the Offer is set out below:

| Event | Date* |
|---|----------------|
| Closing Date** | 21 August 2017 |
| Notification to ASX of under subscriptions | 22 August 2017 |
| Issue date | 28 August 2017 |
| Normal trading of Shares issued under the Offer commences** | 29 August 2017 |

* These dates are indicative only. The Directors reserve the right to vary the key dates without prior notice, subject to the Listing Rules.

** The Directors may extend the Closing Date by giving at least three Business Days' notice to ASX prior to the Closing Date. As such, the date the Shares are expected to commence trading on ASX may vary.

SECTION 2 SHORT TERM BRIDGING FACILITY FROM FREEFIRE

As detailed in the Prospectus, the Company currently has 138,190 quoted Convertible Notes on issue, each note with a face value of \$25. The total amount outstanding under the Convertible Notes (including accrued but unpaid interest) totals approximately \$3,504,915 as at the date of this Supplementary Prospectus. 100,241 of these Convertible Notes are held by Freefire (which, together with accrued interest, equates to an outstanding amount of \$2,542,414) (**Freefire Convertible Notes**), with the balance of \$962,501 outstanding held by various other noteholders.

The Convertible Notes will mature on 22 August 2017. To ensure the Company has sufficient funds to redeem the Convertible Notes, the Company has entered into a short term bridging facility with Freefire with the following key terms (**Facility**):

- (a) Freefire will provide the Company with \$962,501 by no later than 16 August 2017 to enable the Company to redeem the Convertible Notes held by noteholders other than Freefire;
- (b) Freefire agrees that on 22 August 2017 (being the redemption date of the Convertible Notes), the Freefire Convertible Notes shall be deemed to have been redeemed, and the amount outstanding of \$2,542,414 shall be deemed to be lent to the Company by Freefire under the Facility;
- (c) interest will be payable at a rate of 10% per annum; and
- (d) the total amount outstanding (including interest) will be repayable on the earlier of the date 2 Business Days following the issue of Shares under the Offer and 3 months after the date of the Facility (or such later date as the parties may agree).

The Facility was entered into by the parties on arm's length terms. The Company intends to repay the Facility using funds raised from the Offer.

SECTION 3 ACTIONS REQUIRED BY INVESTORS

The Directors believe the contents of this Supplementary Prospectus are not materially adverse from the point of view of an investor. In forming this view, the Directors note that the Company intends to repay the Facility shortly after the close of the Offer. As such, the amount of interest which will be payable is not expected to be material. Further, as the extension is only for a period of 7 days, it is not expected the extension will adversely affect the operations of the Company. As such, persons who have applied for new Shares under the Offer do not need to take any action.

SECTION 4 DIRECTORS' AUTHORISATION

This Supplementary Prospectus is issued by the Company and its issue has been authorised by a resolution of the Directors. In accordance with Section 720, each Director and proposed Director has consented to the lodgement of this Supplementary Prospectus with ASIC and has not withdrawn that consent.

Dated: 9 August 2017

Samuel Chan Wing-Sun

Chairman

For and on behalf of

Crater Gold Mining Limited