ASX : RMX
Company Directors
Jeremy King
Lincoln Ho
Robert Parton
Company Secretary
Mauro Piccini

ASX ANNOUNCEMENT

RED MOUNTAIN MINING LTD

28 February 2018

DISCLOSURE UNDER ASX LISTING RULE 7.1A.4(B) AND 3.10.5A

Red Mountain Mining Limited (ASX: RMX or "the Company") confirms that further to the ASX Announcement released 22 February 2018, in relation to the Placement, the Company has issued 111,128,888 fully paid ordinary shares at $0.009 per share (**Placement Shares**). The Company issued 76,702,848 Placement Shares under its placement capacity under Listing Rule 7.1, and 34,426,040 Placement Shares under its placement capacity under Listing Rule 7.1A.

The Company provides the following information as required under ASX Listing Rule 3.10.5A in respect of the shares issued under the Company's 10% Placement Capacity under Listing Rule 7.1A:

a) The dilutive effect of the Placement under LR 7.1A on existing shareholders is as follows:

Number of shares on issue prior to the Placement of Shares under LR 7.1A: 511,352,320

Dilution as a result of issue under LR 7.1A of 34,426,040 shares	5.53%
Dilution as a result of issue under LR 7.1 of 76,702,848 shares	12.32%
Total Dilution	**17.85%**

b) The 34,426,040 shares issued under Listing Rule 7.1A were issued to sophisticated and professional investors as it was considered to be the most efficient mechanism for raising funds at the time. The Company is grateful for the support of its long-term shareholders.

c) No underwriting agreements were entered into with respect to the Placement.

d) Commission payable was 6% (plus GST) of funds raised under the Placement plus a management fee of $15,490 (plus GST) in relation to the portion issued under Listing Rule 7.1A.

For and on behalf of the Board,

Mauro Piccini, Company Secretary