



RESULTS OF ENTITLEMENT OFFER

\$3.2 MILLION RAISED FROM PLACEMENT, ENTITLEMENT OFFER AND SALE OF INVESTMENTS

- ▼ **\$1.56 raised from Entitlement Offer**
- ▼ **\$1.0 million raised from placement announced on 9 May 2016**
- ▼ **\$0.64 million raised from the sale of shares in Silver City Minerals Limited**

Variscan Mines Limited (ASX: VAR) (“the Company”) is pleased to announce the result of its pro-rata renounceable Entitlement Offer of New Shares dated 18 May 2016 which closed on 10 June 2016 (**Entitlement Offer**).

The maximum number of New Shares that were available to be issued under the Entitlement Offer was 86,487,015 which included entitlement shares on the exercise of listed options prior to the Record Date.

A total of 74,428,006 Shares were subscribed for (16,655,043 shares of the total were subscribed for under the Shortfall Offer) for a total value of \$1,339,704.

The Entitlement Offer was underwritten by the Patersons Securities Limited (**Patersons**) up to an amount of \$496,647 which, as set out the Entitlement Offer Prospectus provided the Company with certainty of proceeds in the amount of \$1,000,000. Accordingly there is no underwriting shortfall to be taken up by Patersons.

Since closing the Entitlement Offer Patersons have placed all the available shortfall shares available under the Shortfall Offer raising a further \$217,062.

A summary of the result of the Entitlement Offer is as follows:

	Number	Value
Entitlement Shares subscribed for	57,772,963	\$1,039,913
Shortfall Shares applied for by shareholders	16,655,043	\$299,791
Shortfall Shares placed by Patersons	12,059,009	\$217,062
	86,487,015	\$1,556,766

As advised on 9 May 2016 the Company raised \$1 million from a share placement arranged by Patersons. In addition the Company has recently sold part of its shareholding in Silver City Minerals Limited (**Silver City**) for \$0.64 million. The Company still holds 5.6% of Silver City. Together with the Entitlement Offer Variscan has raised a total of \$3.2 million since 9 May 2016.

The funds raised by the Entitlement Offer and Placement will be utilised to expand the Company’s exploration programmes over its high quality exploration licences in France and to continue with its successful strategy of identifying and securing advanced projects.

Greg Jones

Managing Director