

Renounceable Entitlement Issue to raise up to \$3.3M



29 JULY 2020

Horizon Gold Limited (“**Horizon**” or the “**Company**”) is pleased to announce a one (1) for seven (7) Renounceable Entitlement Issue (“**the Issue**”) at \$0.30 per share, to raise up to approximately \$3.3 million.

Information about the use of proceeds from the Offer

Horizon’s 100% owned Gum Creek Gold Project (Gum Creek) presents as an attractive gold investment opportunity with upside potential to increase resources with further exploration. The project covers 620km² of continuous tenure over the Gum Creek greenstone belt, located about 120 kilometres southeast of Meekatharra.

Following the change of management on 1 May 2020, the Company has been undertaking a geological review of previous at Gum Creek. The review has confirmed the significant exploration opportunity and future development potential of the project in the current robust gold price environment.

The management team is working towards defining and implementing a new strategy to deliver further value for shareholders through the safe execution of cost effective exploration programs aimed at growing the existing 1.39Moz resource base and increasing development optionality.

Funds raised from the issue will be used to further assess these opportunities and for general working capital purposes.

Key Terms

Key terms of the offer are set out in the following table.

Nature of Offer	Renounceable Entitlement Issue of New Shares
New Share issue price	\$0.30 per new share
Offer ratio	1 new share for every 7 existing shares held on record date
Number of New Shares to be issued	Up to 10,932,945 new shares
Amount to be raised under the Renounceable Entitlement Issue	Up to approximately \$3.3 million before costs of the offer

Eligible Shareholders

Shareholders with registered addresses inside Australia, New Zealand or Bermuda who hold ordinary shares in the Company (“**Existing Shares**”) as at 5.00pm AWDT on 4 August 2020 (“**Eligible Shareholders**”) will be entitled to participate in the Issue.

All Eligible Shareholders will be offered 1 new ordinary share in the Company (“**New Share**”) for every 7 Existing Shares held by the Eligible Shareholder, at an issue price of \$0.30 per New Share (Offer). This represents a discount of approximately 48% to the volume weighted average price (VWAP) of Horizon’s shares for the ten trading days before the announcement of 58.02 cents and a discount of approximately 37% to the 30 day VWAP of 47.72 cents.

Key dates

Key dates for the Issue are set out in the following table. The dates are indicative only and Horizon reserves the right to vary them, subject to the Corporations Act 2001 (“**Act**”) and the ASX Listing Rules.

Announcement of Renounceable Entitlement Issue and Cleansing Statement given to ASX	29 July 2020
Entitlement trading commences and Shares are quoted on a deferred settlement basis	3 August 2020
Record date for determining entitlements to New Shares	4 August 2020
Invitation to participate in Entitlement Issue and Entitlement Acceptance Forms dispatched to Eligible Shareholders	7 August 2020
Entitlement trading ends	19 August 2020
Closing Date and final time for receipt of Entitlement and Acceptance Forms and payment in full for New Shares	26 August 2020
Issue of New Shares	2 September 2020
Holding Statements dispatched to Shareholders and commencement of trading	3 September 2020

Information provided in relation to the Entitlement Issue

The Issue is being made without disclosure to investors under Part 6D.2 of the Act, in accordance with section 708AA of the Act (as modified by ASIC Corporations (Non-Traditional Rights Issues) Instrument 2016/84).

Eligible Shareholders will not receive a prospectus in relation to the Issue but will receive a written invitation providing details on how to take up their entitlement under the Offer. Any decision to acquire New Shares should only be made after making independent enquiries and consulting relevant professional advisers, such as stockbrokers, financial advisers, accountants or solicitors. Eligible Shareholders should have regard to publicly available information about Horizon before deciding whether or not to acquire New Shares.

Copies of the Company’s announcements to ASX can be obtained from its website www.horizongold.com.au or from the ASX website www.asx.com.au. The Company’s ASX code is HRN.

Capital structure on completion of the Offer

The exact number of New Shares to be issued may vary and will be dependant on the number of Eligible Shareholders and their entitlements, and the level of acceptances under the Entitlement Issue.

The following table shows the proposed capital structure of the Company on completion of the Entitlement Issue.

Shares	Number ¹
Existing Shares on issue at the date of this announcement	76,530,617
Maximum number of New Shares to be issued under the Offer	10,932,945
Maximum total shares on issue after the Offer ¹	87,463,562

¹ Assumes full acceptance of the offer

Additional information

New Shares, once issued, will rank equally with the Company's Existing Shares on issue.

The rights and obligations attached to shares in the Company are set out in Horizon's Constitution which may be examined free of charge by appointment between 9.00am and 5.00pm on normal business days at the registered office of the Company at Unit 5, 78 Marine Terrace, Fremantle WA and in certain circumstances, regulated by the Act, the ASX Listing Rules and the general law.

The Directors reserve the right to place sufficient of the shortfall at their absolute discretion (subject to the ASX Listing Rules) to meet the minimum requirements of the Company.

Foreign shareholders

Shareholders with registered addresses outside of Australia, New Zealand and Bermuda are not eligible to participate in the Offer ("**Ineligible Shareholders**").

The Company will appoint a sale nominee to arrange for the sale of the entitlements that would otherwise have been offered to Ineligible Shareholders had they not been Ineligible Shareholders.

Enclosure

An Appendix 3B and a cleansing notice pursuant to s708AA(2)(f) of the Corporations Act (Cth) will be released in due course.

For further information please contact:		
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<p>About Horizon</p> <p><i>Horizon Gold Limited (ASX:HRN) is an exploration company focused on its 100% owned Gum Creek Gold Project in Western Australia. The Gum Creek Gold Project hosts JORC 2012 Mineral Resources of 1.39 million ounces of gold (refer to ASX announcement dated 12 July 2019 entitled "Mineral Resources as at 30 June 2019" to which the Company confirms there has been no changes). The Gum Creek Gold Project is located within a well-endowed gold region that hosts multi-million ounce deposits including Big Bell, Wiluna, Mt Magnet, Meekatharra and Agnew/Lawlers. Horizon is undertaking exploration and development studies with the aim of recommencing operations at the Gum Creek Gold Project.</i></p>		