



## RNI TO SELL GOLD ASSETS TO METALS X

- Sale will help eliminate RNI's debt and enable the Company to refocus on its highly-prospective ~1,300km<sup>2</sup> Bryah Basin exploration portfolio

**RNI NL (ASX: RNI)** is pleased to announce the Company has signed a binding Heads of Agreement (HoA) to sell its gold assets to Metals X Limited (ASX: MLX).

The gold assets to be sold to Metals X include the Grosvenor Gold Project, the Horseshoe Project and part of the Peak Hill Project in Western Australia's Bryah Basin (Figure 1). RNI will retain rights over the copper interests from those projects, including the Forrest copper discovery.

In consideration for the gold assets, Metals X will issue RNI with 18 million new fully-paid Metals X shares, which have a current share market value of \$20.3 million. Metals X will also advance RNI \$300,000 as an interest-free convertible loan<sup>1</sup> to provide the Company with working capital during the sale process.

RNI plans to use the sale proceeds to help repay the Company's debt facility of approximately \$23 million to Taurus Resources No 2 Fund.

The sale to Metals X is conditional upon the finalisation of legal agreements, approval from RNI shareholders, agreement from Taurus to extend the 7 August 2015 debt repayment deadline and any other regulatory approvals.

As part of the HoA, Metals X will have a first right of refusal on any future sale by RNI of its copper or gold assets.

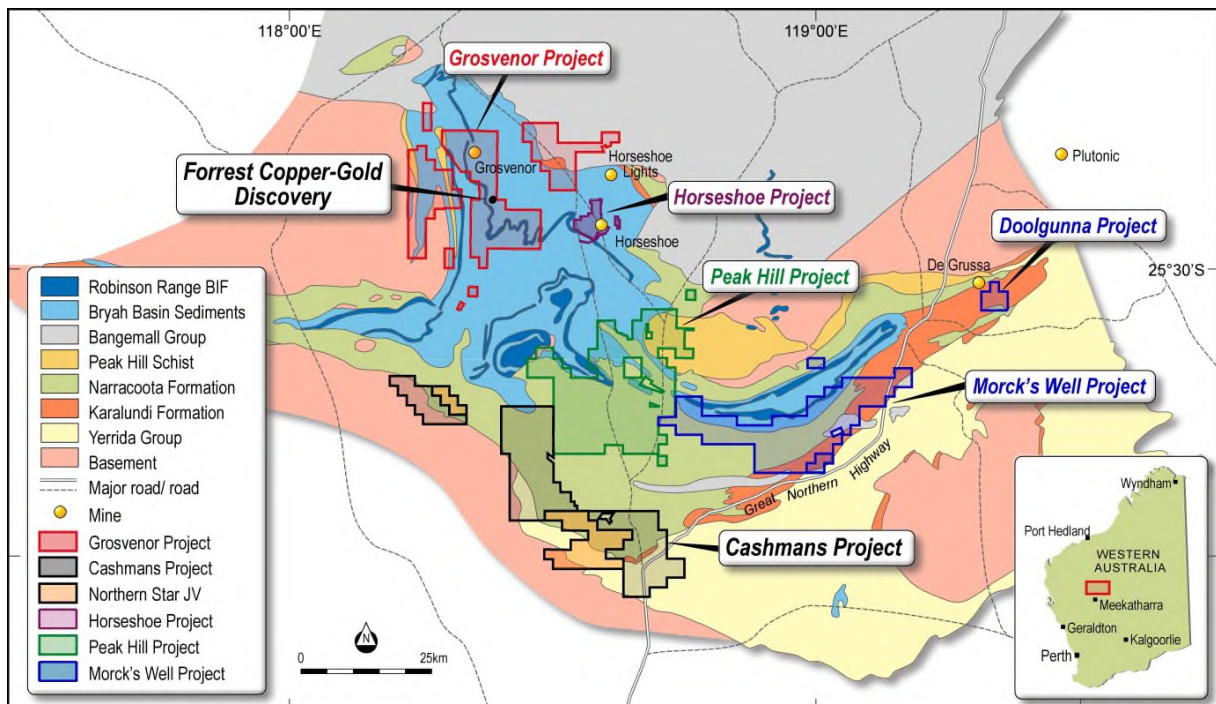


Figure 1: RNI's Bryah Basin portfolio including the gold assets to be sold to Metals X

<sup>1</sup> Note: Convertible into RNI shares at the price of the Company's next capital raising.

The sale of the gold assets to Metals X will enable RNI to refocus on its ~1,300km<sup>2</sup> exploration portfolio in the Bryah Basin, which is considered highly-prospective for significant copper-gold discoveries.

The retained portfolio will include the Cashmans, Morck's Well and Doolgunna projects and the Peak Hill copper interests. Together these tenements host a combined ~120 strike km of prospective volcanic hosted massive sulphide (VHMS) target horizons (Figure 1) in one of Australia's most exciting exploration provinces.

Previous exploration work carried out by RNI has already identified a series of high-priority copper targets across these project areas.

These include advanced targets identified within three VHMS corridors at RNI's Doolgunna Project, which is located within 5km along strike from the Monty massive sulphide discovery and approximately 2.5km from the DeGrussa copper-gold mine.

Other high-priority targets include a series of electro-magnetic conductors identified at the Beatty Park prospect at Cashmans and within the Morck's Well Project, which directly adjoins the boundary of Sandfire's Doolgunna Project, which hosts DeGrussa.

In conjunction with the sale, RNI will purchase from Metals X the Chunderloo copper-gold project at Meekatharra for a consideration of 25 million new fully-paid RNI shares, providing additional scale to RNI's copper exploration strategy.

The sale of the gold assets to Metals X will significantly reduce RNI's annual expenditure commitments on its exploration tenements from more than \$3 million to approximately \$1.2 million per annum.

The sale of RNI's gold assets to Metals X was negotiated by GMP Securities Australia.

ASX will be notified later today of the under subscriptions in respect of RNI's pro-rata renounceable entitlements offer which closed at 5.00pm (WST) on 30 July 2015.

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**Forward-Looking Statements**

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