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A\$16.1M CAPITAL RAISING TO ACCELERATE EXPLORATION AND LONG TERM MINE AND MILL DEVELOPMENT STUDIES

HIGHLIGHTS

- Binding commitments received for a placement of 115 million fully paid ordinary shares at \$0.14 per share to raise \$16.1 million (before costs)
- Overwhelming support from new and existing Australian and international institutional and sophisticated investors
- Proceeds from the Placement will be used for ¹:
 - Completion of a large scale 70,000m drilling program focussed on reserve conversion, resource growth and testing a number of high priority new discovery targets across the portfolio
 - Completion of the consolidated Feasibility Study, targeted for the June Quarter 2021
 - Actively pursuing further regional consolidation opportunities within a 75km radius of a proposed standalone processing facility at the Boorara gold mine
 - Additional exploration activities across the Company's extensive 850km² landholding
- Hartleys Limited and Bell Potter Securities Limited acted as Joint Lead Managers to the Placement with Jett Capital Advisors LLC as US & Europe Placement Agent

Commenting on the successful capital raising, Horizon Managing Director Mr Jon Price said:

“What a great time to be building a West Australian gold company. We are committed to growing a sustainable mid-tier gold production business in the heart of the WA Goldfields and the strong support shown for the Company by numerous new, high quality Australian and international institutions, in addition to our strong existing shareholder base is clear validation of this strategy.

“Upon completion of this capital raising Horizon will be fully funded to complete its largest ever exploration program, focussed on reserve conversion, resource growth and testing new discovery targets with over 70,000m of drilling in this prolific gold producing region. In addition, the Company will advance the consolidated Feasibility Study evaluating the longer-term production profile inclusive of the establishment of a stand-alone processing plant at the Boorara mine site.

“The Board would like to welcome our new shareholders to the Horizon register and thank our existing holders for their ongoing support. We are looking forward to the next phase of this exciting journey.”

¹ Please see Forward Looking and Cautionary Statements on Page 4.

Overview of the Placement

Horizon Minerals Limited (ASX: HRZ) (“Horizon” or “the Company”) is pleased to advise that it has received binding commitments for the placement of 115 million fully paid ordinary shares (**Placement Shares**) in the Company at \$0.14 per share to raise \$16.1 million before costs of the offer (**Placement**). The Placement was heavily oversubscribed with the Board electing to increase the size of the Placement to provide balance sheet flexibility to undertake a large scale drilling program, to pursue further regional consolidation and to provide general working capital.

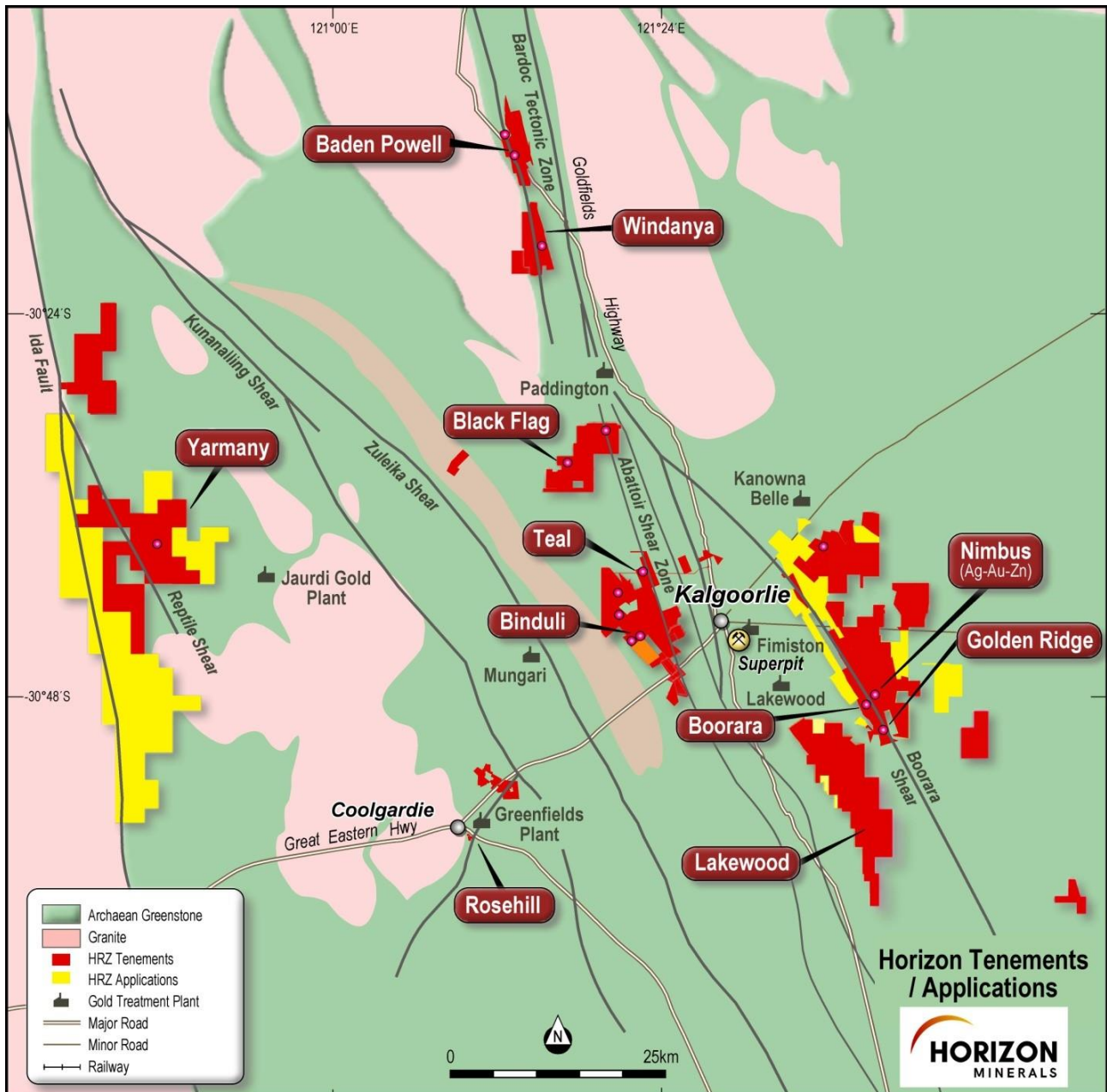


Figure 1: Horizon’s gold project locations, regional geology and surrounding infrastructure

ASX ANNOUNCEMENT

Settlement of the Placement will occur in two tranches:

- Tranche 1 comprises the issue of 57.5 million Placement Shares (\$8.05 million) pursuant to Listing Rules 7.1 and 7.1A. No shareholder approval is required for the issue of shares in Tranche 1 which will settle on Thursday, 20 August 2020
- Tranche 2, which is subject to shareholder approval at a General Meeting to be convened in September 2020, comprises the issue of a further 57.5 million Placement Shares (\$8.05 million)

The Issue Price of \$0.14 a share represents a:

- 9.7% discount to the 15 day VWAP of \$0.155
- 7.88% discount to the 20 day VWAP of \$0.152

New shares issued under the Placement will rank equally with existing ordinary shares on issue.

Hartleys Limited and Bell Potter Securities Limited acted as Joint Lead Managers to the issue with New York – based Jett Capital Advisors LLC acting as advisor and US & Europe Placement Agent.

Proceeds from the Placement and existing cash reserves will be used for the accelerated reserve conversion and resource growth exploration drilling program which will commence in the current September Quarter 2020. Drilling will comprise reverse circulation and diamond drilling at the core Boorara, Binduli, Rose Hill and Teal gold project areas to be incorporated into the consolidated Feasibility Study due for completion in the June Quarter 2021¹.

New discovery drilling will also be conducted across the portfolio including the newly granted Yarmany and Lakewood prospect areas and the exciting Kanowna South target where limited modern exploration has been conducted in the last 20 years.

In addition, the Company will continue to aggressively pursue further regional consolidation opportunities within trucking distance of the proposed Boorara Mill, 10km east of the City of Kalgoorlie – Boulder.

Authorised for release by the Board of Directors**For further information, please contact:**

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Forward Looking and Cautionary Statements

Some statements in this report regarding estimates or future events are forward looking statements. They include indications of, and guidance on, future earnings, cash flow, costs and financial performance. Forward looking statements include, but are not limited to, statements preceded by words such as “planned”, “expected”, “projected”, “estimated”, “may”, “scheduled”, “intends”, “anticipates”, “believes”, “potential”, “could”, “nominal”, “conceptual” and similar expressions. Forward looking statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward looking statements are provided as a general guide only and should not be relied on as a guarantee of future performance. Forward looking statements may be affected by a range of variables that could cause actual results to differ from estimated results, and may cause the Company’s actual performance and financial results in future periods to materially differ from any projections of future performance or results expressed or implied by such forward looking statements. These risks and uncertainties include but are not limited to liabilities inherent in mine development and production, geological, mining and processing technical problems, the inability to obtain any additional mine licenses, permits and other regulatory approvals required in connection with mining and third party processing operations, competition for among other things, capital, acquisition of reserves, undeveloped lands and skilled personnel, incorrect assessments of the value of acquisitions, changes in commodity prices and exchange rate, currency and interest fluctuations, various events which could disrupt operations and/or the transportation of mineral products, including labour stoppages and severe weather conditions, the demand for and availability of transportation services, the ability to secure adequate financing and management’s ability to anticipate and manage the foregoing factors and risks. There can be no assurance that forward looking statements will prove to be correct.

Statements regarding plans with respect to the Company’s mineral properties may contain forward looking statements in relation to future matters that can only be made where the Company has a reasonable basis for making those statements.

This announcement has been prepared in compliance with the JORC Code (2012) and the current ASX Listing Rules.

The Company believes that it has a reasonable basis for making the forward looking statements in the announcement, including with respect to any production targets and financial estimates, based on the information contained in this and previous ASX announcements.

This announcement has been prepared for publication in Australia and may not be released to any newswire service in the United States. This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this announcement have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, registration under the US Securities Act and applicable US state securities laws.