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SUCCESSFUL COMPLETION OF PLACEMENT AND INSTITUTIONAL ENTITLEMENT OFFER

Paringa Resources Limited (Paringa or Company) (ASX: PNL) is pleased to announce the successful completion of its institutional placement (**Placement**) and the institutional component (**Institutional Entitlement Offer**) of its fully underwritten 1 for 3 pro-rata accelerated non-renounceable entitlement offer (**Entitlement Offer**) as announced to ASX on Thursday, 17 May 2018.

Placement and Institutional Entitlement Offer

The Placement and Institutional Entitlement Offer have closed, raising approximately A\$19.2 million by way of a fixed price bookbuild at an offer price of A\$0.22 (**Offer Price**) per new share (**New Share**). The majority of existing institutional shareholders took up their entitlements under the Institutional Entitlement Offer and we also welcome a number of new high-quality institutions as shareholders.

New Shares issued pursuant to the Placement and Institutional Entitlement Offer will rank equally with existing shares on issue. Settlement of the Placement and Institutional Entitlement Offer is expected to occur on Monday, 28 May 2018, with the New Shares issued expected to commence trading on ASX on Tuesday, 29 May 2018.

The Placement and Entitlement Offer are fully underwritten by Argonaut Capital Limited.

The Entitlement Offer comprises the Institutional Entitlement Offer and a Retail Entitlement Offer (as defined below).

Retail Entitlement Offer

The retail component of the Entitlement Offer, which is fully underwritten, will raise a further approximately A\$11.0 million (**Retail Entitlement Offer**).

The Retail Entitlement Offer is available to shareholders whose registered address is in Australia and New Zealand as recorded with the Company's share registry as at 5pm (WST) on Monday, 21 May 2018 (**Record Date**) (**Eligible Retail Shareholders**).

Eligible Retail Shareholders are being invited to subscribe for 1 New Share for every 3 Shares held on the Record Date at the Offer Price of A\$0.22 per New Share. The offer ratio and offer price for New Shares under the Retail Entitlement Offer are the same as for the Institutional Entitlement Offer.

The Retail Entitlement Offer will open on Thursday, 24 May 2018 and close at 5pm (WST) on Thursday, 7 June 2018 (unless extended or withdrawn).

Eligible Retail Shareholders wishing to participate in the Retail Entitlement Offer should carefully read the retail offer booklet and accompanying personalised entitlement and acceptance form, which are expected to be despatched on Thursday, 24 May 2018. A copy of the retail offer booklet will be available on ASX on Monday, 21 May 2018.

Key Dates

Key dates for the Entitlement Offer are as follows:

Event	Date
Announcement of Entitlement Offer	Thursday, 17 May 2018
Record Date (5.00pm WST)	Monday, 21 May 2018
Retail Entitlement Offer opens	Thursday, 24 May 2018
Institutional Entitlement Offer and Placement settlement	Monday, 28 May 2018
Issue and quotation of New Shares under Institutional Entitlement Offer and Placement Shares	Tuesday, 29 May 2018
Retail Entitlement Offer closes (5.00pm WST)	Thursday, 7 June 2018
Issue of New Shares under Retail Entitlement Offer	Friday, 15 June 2018
Quotation of New Shares under Retail Entitlement Offer	Monday, 18 June 2018
Despatch of holding statements for New Shares under the Retail Entitlement Offer	Tuesday, 19 June 2018

The above timetable is indicative only and subject to change.

For further information, contact:

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Summary Information

*The following disclaimer applies to this announcement and any information contained in it (the **Information**). The Information in this announcement is of general background and does not purport to be complete. It should be read in conjunction with Paringa's other periodic and continuous disclosure announcements lodged with ASX Limited, which are available at www.asx.com.au. You are advised to read this disclaimer carefully before reading or making any other use of this announcement or any Information contained in this announcement. In accepting this announcement, you agree to be bound by the following terms and conditions including any modifications to them.*

Forward Looking Statements

This announcement may include forward-looking statements. These forward-looking statements are based on Paringa's expectations and beliefs concerning future events. Forward looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Paringa, which could cause actual results to differ materially from such statements. Paringa makes no undertaking to subsequently update or revise the forward-looking statements made in this announcement, to reflect the circumstances or events after the date of this announcement.

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