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COMPLETION OF ENTITLEMENT OFFER

Paringa Resources Limited (Paringa or Company) (ASX: PNL) is pleased to announce the completion 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.

The retail component of the Entitlement Offer (**Retail Entitlement Offer**) closed on Thursday, 7 June 2018, which is expected to raise approximately A\$11.0 million.

This follows the completion of the institutional placement (**Placement**) and the institutional component (**Institutional Entitlement Offer**) of the Entitlement Offer, which raised approximately A\$19.2 million.

Eligible retail shareholders subscribed for 23,913,019 new shares under the Retail Entitlement Offer and 1,255,024 new shares under the Shortfall Offer. The underwriter, Argonaut Capital Limited, has confirmed that the remaining 24,881,647 of new shares not taken up will be allocated to institutional and sophisticated investors who acted as sub-underwriters for the Retail Entitlement Offer.

Settlement of the Retail Entitlement Offer (excluding the shortfall shares to be allocated by underwriter) is expected to occur on Friday, 15 June 2018, with the new shares issued expected to commence trading on ASX on Monday, 18 June 2018.

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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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