



17<sup>th</sup> November 2014

Dear Shareholder

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## **Re: 1 for 6 Non-Renounceable Rights Issue**

On the 14<sup>th</sup> November 2014 Rimfire Pacific Mining NL (“Rimfire”) was pleased to announce a partially underwritten non-renounceable rights issue (Rights Issue) to raise approximately **\$2.292 million before costs** from the issue of 114,626,249 New Ordinary Shares (New Shares).

The Rights Issue offers **one (1) new share for every six (6) shares held at an application price of 2.0 cents per share, with one free attached option for every new share**. The offer is open only to all eligible shareholders who have a resident Australian or New Zealand address, and who hold Rimfire shares at 21<sup>st</sup> November 2014 (the “Record Date”).

The funds raised will provide additional working capital and enable Rimfire to continue with its existing exploration projects at Fifield NSW, building upon the important milestones already established in the Sorpresa gold and silver Project and the Regional prospects within 6km radius. The Sorpresa project is due for an initial resource statement at some stage over the next month.

## **Key Highlights of the Offer include:**

- The shares are being **offered at 2.0 cents which represents a 25% discount** to the volume weighted average price (VWAP) for Rimfire shares traded in the 3 months period up to 7<sup>th</sup> November 2014 (3 Month VWAP was 2.66 cents).
- **For each New Share, there will be attached a free option**, expiring on 14<sup>th</sup> December 2015, with an exercise price of 5 cents.
- **Directors have indicated they will take up approx. \$220,000 in entitlements and underwriting**
- The issue is a **non-renounceable rights issue** therefore shareholders not wishing to take up their entitlement in whole or in part will have their **entitlement lapse at the closing date on 12th December 2014**.
- The issue aims to **raise \$2.292 million** before costs.
- The issue is being **partially underwritten to a maximum of \$100,000** by two of Rimfire’s directors, Ms Enconniere and Mr Gillett.
- **Shareholders may apply for additional new shares, above their entitlement**, according to the conditions of the offer.
- **Patersons Securities Limited are Lead Managers to the issue**

## **Offer Document and Entitlement & Acceptance Form**

An offer document setting out details of the offer and key reasons for the capital raising will be despatched to you on the **26<sup>th</sup> November 2014**. This will be accompanied by a personalised application form and instructions on how to accept your entitlement.

## **Exploration intentions**

During the next phase of exploration, the major priorities for the Company at Fifield will involve:

- Sorpresa maiden resource definition and completion progress
  - Inferred and Indicated categories await supplementary results and calculation, and are due shortly

- 8 “Twin Holes” have commenced drilling (400m) should allow migration to measured status in parts
- Discovery Growth with extensions at Sorpresa are being pursued
  - Drilling is underway currently, in the “Gap” north of Trench 31
- Priorities within the regional portfolio of more advanced prospects will be tested shortly
  - Carlisle, with upto 23g/t Au rockchips has a first pass drill program (up to. 400m) likely commencing December
  - Additional drill programs have permitting established at Yoes Lookout and Eclipse and are drill ready

Specific Programs are subject to flexibility in deployment, based on emerging results and other contingencies and therefore may alter without notice.

**Important Dates for the Rights Issue**

You will need to be aware of the following key dates relating to the offer.

Documents lodged with ASIC	14 November 2014
Issue Announced	14 November 2014
Form 3B notified to ASX	17 November 2014
Notice of Issue sent to eligible shareholders	17 November 2014
Ex rights Date	19 November 2014
Record Date to determine Entitlements under the Rights Issue	21 November 2014
Prospectus and Entitlement and Acceptance Form despatched	26 November 2014
Closing Date for acceptances	12 December 2014
Notification of shortfall to Underwriters	17 December 2014
Allotment and issue of New Shares and New Options	18 December 2014
Despatch of shareholding statements for New Shares and New Options	22 December 2014

[Please note the above dates are indicative only. The Company reserves the right to vary the closing date of the Rights Issue, which may have a consequential effect on the subsequent dates. The directors also reserve the right not to proceed with the offer, in part or in whole, at any time prior to allotment. In that event, all Application Money will be returned without interest.]

The Company is now positioned to undertake its exploration programs over the next period and the the additional funds to be raised in the New Rights Issue, will contribute to this.

Yours faithfully



**JOHN KAMINSKY**  
**Executive Chairman**  
**Rimfire Pacific Mining NL**