



P.O. Box 80, Bundoora, Vic. 3083

Email: info@mountrommel.com

Web : www.mountrommel.com

27 September 2017

Company Announcements Office,
National Stock Exchange Limited

Letter to accompany the Announcement of a Right's issue of this Company

To all shareholders, and Members of the investing community -

This Company has begun the procedures for a normal Right's issue of its Ordinary Shares, on the basis of 1 for 8 held, at an issue price of 5 cents per share acquired under the terms of this intended issue. In the event the maximum number of shares do issue, the funds raised would be AU\$346,250.

The money being raised has a single purpose - to actually drill that prospective, large gold-bearing set of quartz veins intersected by un-surveyed percussion drill hole MCR 8, in January, 1996.

The detailed analyses from hole MCR 8 have previously been made public, including within the Position Statement, provided to NSX on 25 September, 2017.

The Company proposes its new work be guided by an integrated collection of data, including -

- (1) the intensive coverage by what was then an experimental Sub-Audio Magnetics (SAM) survey by the Geophysical Research Institute, conducted at north Clunes in March 1996, for MIM Exploration Pty. Ltd.. This survey did cover all the area above and in the vicinity of MCR 8, resulting (then) in a recommendation for more drilling - not carried out by MIM.
- (2) the three detailed ground gravity surveys of year 2000, the results of which generated a similar recommendation for new drilling - also not carried out.
- (3) the factual evidence of hole BBC 4, drilled in year 2007, to a planned depth of 160 metres, actually 157 metres. The design of this hole constrained its capacity to intersect veins dipping flatly to the west. Hole BBC 4 was surveyed, and ended 50 vertical metres above the beginning position of the target as recognised by the Company.

The current proposal (Right's issue) is to fund diamond core drilling, to establish the presence of *multiple* vein "structures" twisted in orientation, suggested to be overall at about 40 degrees to the horizontal, and dipping collectively to the west.

New drill core could provide evidence in support of the published assays, hole MCR 8, and if so, should be expected to have a material effect on the public appreciation of this Company.

Disclosure - the only information which is not currently available to the public comprises matters of supposition - for example, the basis on which there can be suggestions that quite discrete parts of Clunes, the goldfield, occur within zones apparently limited by arcuate faulting.

This Right's issue is priced at 5 cents. As such, it is an expression of confidence by Directors that supporting Members, or indeed those taking up any shortfall, would recognise the potential here for "welcome news".

The Company has undertaken various investigative programs at Clunes, including successful drilling programs. Those past drilling programs were all confined to the < 5 hectare bounds of former MIN 5391. This current proposal is the very first opportunity this Company has had at Clunes, to drill -

- at any chosen position within the whole of Clunes goldfield,
- into what is perceived as a very much larger target, and
- towards a target capable of returning results which could stimulate growth for Mount Rommel Mining Ltd..

Directors will be asking their shareholders to support this raising to the full extent they are able. At the same time, Directors have also determined the drilling should proceed. Steps will be taken to place any shortfall of this issue, a decision under-scoring the importance of this particular drilling proposal to the Company.

On behalf of the 50 or so notably active Members of this Company, Directors encourage all other Members to actively support this Right's issue.

Sincerely,

A handwritten signature in black ink, appearing to read 'Frederick L. Hunt'.

Frederick L. Hunt
Chairman
MOUNT ROMMEL MINING LIMITED.