

28 April 2022

RENOUNCEABLE ENTITLEMENTS ISSUE TO RAISE UP TO \$7.2M

HIGHLIGHTS

- Renounceable Entitlement Offer of one new share for every 5.2 shares held at a price of \$0.35 per share to raise up to A\$7.2M.
- Major shareholder, Zeta Resources Limited and the Directors of Horizon, intend to take up their Entitlements in full for a combined amount of approximately \$5.3M.
- Funds to be directed towards a major drill program at the Gum Creek Gold Project in WA which will commence in Q2 2022.

Information about the use of proceeds from the Offer

Horizon Gold Limited (“**Horizon**” or the “**Company**”) is pleased to announce a one (1) for five point two (5.2) Renounceable Entitlement Issue (“**the Issue**”) at \$0.35 per share, to raise up to approximately \$7.2 million. Major shareholder, Zeta Resources Limited, and the Directors of Horizon, intend to take up their Entitlements in full for a combined amount of approximately \$5.3M.

Horizon’s 100% owned Gum Creek Gold Project (“**Gum Creek**” or “**Project**”) presents as an attractive gold investment opportunity with excellent potential to increase the current 1.36Moz Au resource base through further exploration. The project covers over 642km² of continuous tenure within the highly prospective Gum Creek greenstone belt, located about 120 kilometres southeast of Meekatharra.

During 2021 the Company completed over 32,000m of RC drilling and over 2,000m of diamond drilling across 16 prospect areas with some spectacular results received and announced throughout the year. An updated Mineral Resource Estimate (MRE) incorporating the 2021 drilling is due for release prior to the end of Q2 2022.

The management team is implementing a strategy to deliver further value for Shareholders through the safe execution of cost effective exploration programs aimed at growing the existing gold resource base and increasing development optionality. An estimated 33,000m of RC and 2,500m of diamond drilling is planned across 18 highly ranked gold targets in addition to the recently announced drilling at the Altair/Mensa base metal target. This drilling is scheduled to commence during Q2 2022.

Funds raised from the issue will be used to undertake the planned drilling programs on highly ranked greenfields and brownfields gold targets, to further assess the resource development options at Gum Creek, to assess the base metal potential and for general working capital purposes.

Key Terms

Key terms of the Offer are set out in the following table.

Nature of Offer	Renounceable Entitlement Issue of New Shares
New Share issue price	\$0.35 per new share
Offer ratio	1 new share for every 5.2 existing shares held on record date
Number of New Shares to be issued	Up to 20,517,695 new shares
Amount to be raised under the Renounceable Entitlement Issue	Up to approximately \$7.2 million before costs of the offer



Eligible Shareholders

Shareholders with registered addresses inside Australia, New Zealand or Bermuda who hold ordinary shares in the Company (“**Existing Shares**”) as at 5.00pm AWDT on 3 May 2022 (“**Eligible Shareholders**”) will be entitled to participate in the Issue.

All Eligible Shareholders will be offered 1 new ordinary share in the Company (“**New Share**”) for every 5.2 Existing Shares held by the Eligible Shareholder, at an issue price of \$0.35 per New Share (Offer). This represents a discount of approximately 18% to the volume weighted average price (VWAP) of Horizon’s shares for the ten trading days before the announcement of 42.54 cents and a discount of approximately 17% to the 30 day VWAP of 42.28 cents.

Key dates

Key dates for the Issue are set out in the following table. The dates are indicative only and Horizon reserves the right to vary them, subject to the Corporations Act 2001 (“**Act**”) and the ASX Listing Rules

Announcement of Renounceable Entitlement Issue and Cleansing Statement given to ASX	28 April 2022
Entitlement trading commences and Shares are quoted on a deferred settlement basis	2 May 2022
Record date for determining entitlements to New Shares	3 May 2022
Invitation to participate in Entitlement Issue and Entitlement Acceptance Forms dispatched to Eligible Shareholders	6 May 2022
Entitlement trading ends	13 May 2022
Closing Date and final time for receipt of Entitlement and Acceptance Forms and payment in full for New Shares	20 May 2022
Issue of New Shares	27 May 2022
Holding Statements dispatched to Shareholders and commencement of trading	30 May 2022

Information provided in relation to the Entitlement Issue

The Issue is being made without disclosure to investors under Part 6D.2 of the Act, in accordance with section 708AA of the Act (as modified by ASIC Corporations (Non-Traditional Rights Issues) Instrument 2016/84).

Eligible Shareholders will not receive a prospectus in relation to the Issue but will receive a written invitation providing details on how to take up their entitlement under the Offer. Any decision to acquire New Shares should only be made after making independent enquiries and consulting relevant professional advisers, such as stockbrokers, financial advisers, accountants or solicitors. Eligible Shareholders should have regard to publicly available information about Horizon before deciding whether or not to acquire New Shares.

Copies of the Company’s announcements to ASX can be obtained from its website www.horizongold.com.au or from the ASX website www.asx.com.au. The Company’s ASX code is HRN.

Capital structure on completion of the Offer

The exact number of New Shares to be issued may vary and will be dependent on the number of Eligible Shareholders and their entitlements, and the level of acceptances under the Entitlement Issue.



The following table shows the proposed capital structure of the Company on completion of the Entitlement Issue.

Shares	Number ¹
Existing Shares on issue at the date of this announcement	106,692,016
Maximum number of New Shares to be issued under the Offer	20,517,695
Maximum total shares on issue after the Offer ¹	127,209,711

¹ Assumes full acceptance of the offer

Options	Number
Existing Options on issue at the date of this announcement	1,000,000 ²
Maximum number of New Options to be issued under the Offer	-
Maximum total Options on issue after the Offer ¹	1,000,000

² Options are exercisable at 45.3 cents and expire on 14 December 2023

Additional information

New Shares, once issued, will rank equally with the Company's Existing Shares on issue.

The rights and obligations attached to shares in the Company are set out in Horizon's Constitution which may be examined free of charge by appointment between 9.00am and 5.00pm on normal business days at the registered office of the Company at Suite 8, Level 3, 47 Havelock Street, West Perth WA and in certain circumstances, regulated by the Act, the ASX Listing Rules and the general law.

The Directors reserve the right to place sufficient of the shortfall at their absolute discretion (subject to the ASX Listing Rules) to meet the minimum requirements of the Company.

Foreign shareholders

Shareholders with registered addresses outside of Australia, New Zealand and Bermuda are not eligible to participate in the Offer ("**Ineligible Shareholders**").

The Company will appoint a sale nominee to arrange for the sale of the entitlements that would otherwise have been offered to Ineligible Shareholders had they not been Ineligible Shareholders.

Enclosure

An Appendix 3B and a cleansing notice pursuant to s708AA(2)(f) of the Corporations Act (Cth) will be released in due course.

This ASX release was authorised by the Board of Horizon.



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About the Company

Horizon Gold Limited (**ASX:HRN**) is an exploration company focused on its 100% owned Gum Creek Gold Project in Western Australia. The Gum Creek Gold Project hosts JORC 2012 Mineral Resources of **1.36 million ounces of gold**¹. It is located within a well-endowed gold region that hosts multi-million ounce deposits including Big Bell, Wiluna, Mt Magnet, Meekatharra and Agnew/Lawlers. Horizon has identified multiple advance targets and is undertaking drilling to expand its resource base for a stand-alone operation.

¹ Refer to ASX Announcement dated 12 February 2021 titled "Gum Creek Gold Project Resource Update Addendum" to which the Company confirms there has been no changes.