

4 March 2016

Australian Securities Exchange

**Share Placement to Complete Installation of New Plant at High Grade Zone (HGZ),
Crater Mountain PNG**

Crater Gold Mining Limited (ASX:CGN) (**Crater**, or the **Company**) is pleased to advise that the Company has undertaken a modest sized capital raising to complete the installation of new plant and equipment shown in the Company's announcement of 10 February 2016.

The Company has raised A\$800,000 through a placement of 10 million shares at a price of A\$0.08 per share to new Institutional and Wholesale investors. This placement will be carried out under the Company's existing placement capacity pursuant to ASX Listing Rule 7.1 and does not require shareholder approval.

An Appendix 3B New Issues Announcement will be released upon completion of the placement, which is expected to occur early next week.

Yours Sincerely,
Crater Gold Mining Limited

A handwritten signature in brown ink, appearing to read 'HR', is written over a horizontal line.

Heath Roberts
Company Secretary