# Paramount Mining Corporation



9 October 2012

# **Loan Terms Renegotiated**

Paramount Mining Corporation Limited (ASX: PCP, "Company") advises that the terms of the following credit facilities have been renegotiated as follows:

#### 1. Resource Global Finance Ltd

Lender: Resource Global Finance Ltd

Original Amount: USD1,000,000
Outstanding Amount: USD834,912

Interest rate: Nil

Original due date: 31 March 2012

New due date: On or before 28 February 2013 at the Company's option Repayable: In cash and/or shares in the Company at the Lender's option

(subject to shareholder approval)

Conversion price: AUD4 cents per share in the Company. The number of shares to be calculated

by reference to the Reserve Bank of Australia's published USD/AUD exchange

rate for the conversion date, rounded to the nearest whole share.

Conversion conditions: Lender's shareholding in the Company not to exceed 19.9% of issued capital

Other loan terms: Unchanged

Loan extension fee (subject to shareholder approval):

Fully paid ordinary shares in the Company as follows:

• Quantity: 3,000,000

• Issue date: Within 5 days of obtaining shareholder approval.

### 2. Zurily Resources and Trading Ltd

Lender: Zurily Resources and Trading Ltd

Original Amount: USD2,000,000 Outstanding Amount: USD651,395

Interest rate: Nil

Original due date: 30 June 2012

New due date: On or before 28 February 2013 at the Company's option Repayable: In cash and/or shares in the Company at the Lender's option

(subject to shareholder approval)

Conversion price: AUD4 cents per share in the Company. The number of shares to be calculated

by reference to the Reserve Bank of Australia's published USD/AUD exchange

rate for the conversion date, rounded to the nearest whole share.

Other loan terms: Unchanged

Loan extension fee (subject to shareholder approval):

Fully paid ordinary shares in the Company as follows:

• Quantity: 2,000,000

Issue date: Within 5 days of obtaining shareholder approval.

## 3. Cape Gannet Ltd

Loan 1

Lender: Cape Gannet Ltd
Original Amount: USD2,000,000
Outstanding Amount: USD2,000,000

Interest rate: Nil

Original due date: 30 September 2012

New due date: On or before 31 December 2012 at the Company's option Repayable: In cash and/or shares in the Company at the Lender's option

(subject to shareholder approval)

Conversion price: AUD4 cents per share in the Company. The number of shares to be

calculated by reference to the Reserve Bank of Australia's published USD/AUD exchange rate for the conversion date, rounded to the nearest

whole share.

Other loan terms: Unchanged

Loan extension fee (subject to shareholder approval):

Fully paid ordinary shares in the Company as follows:

• Quantity: 2,000,000

Issue date: Within 5 days of obtaining shareholder approval.

Loan 2

Lender: Cape Gannet Ltd
Original Amount: USD2,000,000
Outstanding Amount: USD1,750,000

Interest rate: Nil

Original due date: 31 October 2012

Due date: On or before 31 December 2012 at the Company's option Repayable: In cash and/or shares in the Company at the Lender's option

(subject to shareholder approval)

Conversion price: AUD4 cents per share in the Company. The number of shares to be

calculated by reference to the Reserve Bank of Australia's published USD/AUD exchange rate for the conversion date, rounded to the nearest

whole share.

Other loan terms: Unchanged

Loan extension fee (subject to shareholder approval):

Fully paid ordinary shares in the Company as follows:

• Quantity: 2,000,000

• Issue date: Within 5 days of obtaining shareholder approval.

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Company Secretary

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