



\$15 MILLION FACILITY FOR RNI'S GROSVENOR GOLD PROJECT

Resource and Investment NL (ASX: **RNI**) (**the Company**) is pleased to announce the Company has received conditional approval from Taurus Resources No.2 Fund (Taurus) for a \$15 million facility that will help fund the recommencement of mining operations at the Company's Grosvenor Gold Plant in Western Australia.

The \$15 million facility is another important funding step towards RNI's goal of resuming gold production in 2013 at the 100% owned Grosvenor plant, which is located approximately 170km north-west of the historic mining district of Meekatharra.

It follows a \$3 million capital raising announced to the ASX by the Company on 7 December 2012.

As per the 7 December 2012 ASX announcement, the facility with Taurus will be a 12-month bridging loan which RNI intends to replace with final project development funding once the Company receives all regulatory approvals required to resume gold production at the 1mtpa-nameplate Grosvenor plant.

The Taurus facility carries a 10% interest rate, a 1.5% establishment fee and will be secured over RNI's assets. RNI's subsidiary, Grosvenor Gold Pty Ltd, will make an initial draw down of \$10 million upon signing of final documentation, which is expected to occur early in 2013.

The conditions enable RNI to repay the facility at any time within the 12 month period. The final repayment terms will include provision for Taurus to convert a portion of the drawn-down facility into ordinary RNI shares at no more than 20c per share.

Alternatively, Taurus can elect to receive a termination fee based on an agreed formula and one million RNI options for every \$1 million drawn down on the facility at the time of repayment. The options will have an exercise price of 30c with a three-year term from the date of issue.

Taurus is managed by Taurus Funds Management Pty Limited, a dedicated manager of investment strategies in the mineral commodities sector, particularly focusing on early stage mining projects and companies. The Taurus Funds Management Pty Limited team has a strong mining operational and development background particularly in the gold industry.

For further information, please contact;

MILES KENNEDY
CHAIRMAN

T +61 8 9489 9200