MEDIA / ASX RELEASE

29 June 2016 ASX Code: **RER**

EUCALYPTUS GOLD MINES CLAIM UPDATE

Further to the ASX announcement on 9 June 2016, Regal Resources Limited (ASX: RER) (**Company** or **Regal**) advises that it has been served with a Statement of Claim by Eucalyptus Gold Mines Pty Ltd (EGM) filed in the Supreme Court of Western Australia. EGM's claim is for damages for breach of contract in respect of a royalty on all gold recovered from the relevant tenement (Mining Lease 39/115), alleged failure to comply with the reporting obligation in respect of the mining lease resulting in the forfeiture of the mining lease, failure to lodge a security bond as well as interest and costs. EGM has not specified the quantum of the claim and alleges that it has "suffered loss and damage, full particulars of which will be furnished prior to the hearing of this matter". Regal intends to vigorously defend the proceeding. The Company will keep the market informed of developments regarding this claim.

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