



## \$2.3M CAPITAL RAISING

- Cash balance bolstered with firm commitments received for \$2.3 million share placement
- Use of funds to cover Sipa's field programs for the remainder of the financial year

Sipa Resources Limited (**Sipa** or **the Company**, ASX: **SRI**) is pleased to announce that it has received firm commitments via a heavily oversubscribed share placement to raise approximately \$2.3 million from sophisticated and professional investors (the **Placement**), with strong support from existing Sipa shareholders.

Proceeds of the capital raising will be used for the completion of the Company's planned field programs for the remainder of the current financial year including:

- Expansion of the imminent drill program at Wolfe Basin assuming positive results are received
- Completion of a detailed aeromagnetic survey at Skeleton Rocks
- Drill programs at Warralong, Skeleton Rocks and Barbwire Terrace (upon grant of tenure)
- Project generation and general working capital purposes

### Details of the Placement

Sipa is pleased to advise that it has received firm commitments to raise approximately \$2.3 million (before costs) through the issue of approximately 32,361,115 fully paid ordinary shares at A\$0.072 per share. The issue price represents a 17.5% discount to Sipa's 5-day volume weighted average price up to and including 11 September 2020 and a 17.7% discount to the 15-day volume weighted average price.

Upon completion of the Placement, the 32,361,115 new shares will represent approximately 18.5% of the share capital of the Company, which will have 174,637,696 ordinary shares on issue.

Placement of 18,133,457 shares will be issued in accordance with the Company's capacity under ASX Listing Rule 7.1 and the remaining 14,227,658 shares will be issued under 7.1A capacity. The new shares will rank equally with existing Sipa ordinary shares quoted on the ASX.

The Company expects the issue of the shares under the Placement to occur on 18 September 2020.

The Placement was company-led, supported by Fresh Equities Pty Ltd who provided a cornerstone bid for the offer. Fees will be paid to those advisors who assisted in the Placement.

Authorised for release by the Board of Sipa Resources Limited.

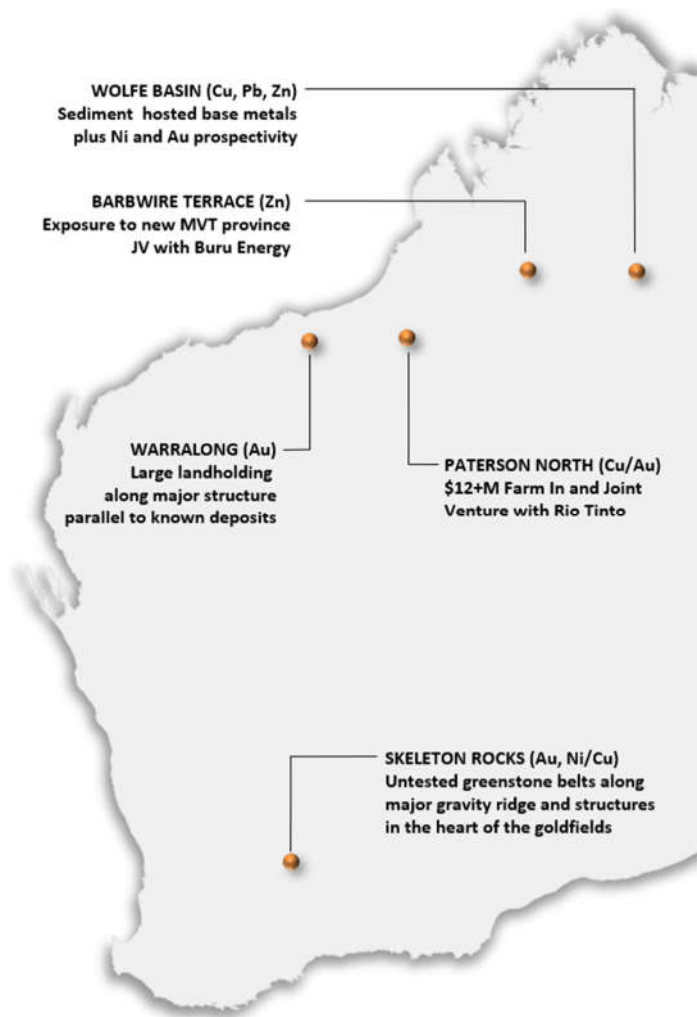


## About Sipa

Sipa Resources Limited (ASX: SRI) is an Australian-based exploration company focused on the discovery of gold and base metal deposits primarily in Western Australia. The Paterson North Copper-Gold Project is being progressed in partnership with Rio Tinto Exploration, and the Barbwire Terrace Base Metals Project involves an innovative joint venture with petroleum explorer and operator Buru Energy Limited.

At Wolfe Basin, extensive base metal anomalism and gossans have provided several targets for drill testing along a prospective horizon over 40km long. The Warralong Project is prospective for intrusion hosted gold in the north Pilbara region in a 'look-alike' structural setting to recent discoveries in the district.

The 100%-owned Uganda Base Metals Project contains an intrusive-hosted Ni-Cu sulphide discovery with significant scale potential. Sipa is currently seeking a new partner to fund further exploration.



**Sipa's Project Locations in Australia**

### For further information, please contact:

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