

# ASX ANNOUNCEMENT

## Capital Raising



**STRANDLINE**  
resources limited

26 February 2020

## Strandline in \$6.5m raising to advance Coburn and Fungoni mineral sands projects

**\$2m Share Placement to a new institutional investor and \$4.5m fully-  
underwritten Rights Issue at 12c a share**

### HIGHLIGHTS

- **Strandline raises \$2m via share Placement and will raise a further \$4.5m via a fully underwritten pro rata non-renounceable Rights Issue**
- **New institutional investment, in addition to continued support from major shareholder Tembo Capital. All Strandline Directors have confirmed their intent to participate in the Rights Issue**
- **The proceeds will be used primarily to accelerate preparations for development of Strandline's Coburn mineral sands project in WA's Gascoyne-Mid West regions**

Strandline Resources (**ASX: STA**) is pleased to advise that it is raising \$6.5 million via a Share Placement and fully underwritten pro rata non-renounceable Rights Issue.

The Placement and 1-for-10 Rights Issue are priced at 12c a share, which is a 4% discount to last market close. The Rights Issue is underwritten by Morgans Corporate Limited and sub-underwritten by specialist mining fund Tembo, which has a 33 per cent stake in Strandline. Hartleys acted as Manager to the share Placement.

Proceeds will be used primarily to accelerate work on Strandline's flagship Coburn mineral sands project in Western Australia. This includes advancing project financing and pre-execution activities, such as procurement of major construction and operations contracts, offtake agreements, debt financing and partner arrangements. As announced on 18 Feb-2020, detailed technical due diligence of Coburn has commenced with SRK Consulting appointed as Independent Technical Expert on behalf of lenders.

Funds will also be used to progress Strandline's 100%-owned mineral sands projects in Tanzania, including the Fungoni and Tajiri projects.

In addition to existing cash reserves, Strandline has ample funding to achieve major milestones to realise value from its portfolio of mineral sands assets..

Strandline Managing Director Luke Graham said the raising would ensure the Company could pursue its accelerated development strategy for Coburn and Fungoni at the required pace.

"It is increasingly clear that Strandline is very well positioned to capitalise on the emerging supply deficit for high grade zircon and titanium feedstocks." Mr Graham said. "This is reflected in the favourable feedback from potential lenders, customers, contractors and stakeholders.

"This raising will ensure we can press ahead with work on all these fronts with the aim of bringing our projects into production as quickly as possible."

## Capital Raising – Advancing Strandline’s Portfolio of Mineral Sands Projects

Key dates for the Capital Raising are outlined in the timetable below.

**Table 1** Rights Issue Timeframe (contained within the Prospectus)

Event	Date
Announcement of Rights Issue and Placement	Wednesday 26 February 2020
Lodgement of Prospectus with ASIC	Wednesday 26 February 2020
Lodgement of Prospectus and Appendix 3B with ASX	Wednesday 26 February 2020
Notice of Rights Issue sent to Option holders	Wednesday 26 February 2020
Notice of Rights Issue sent to Shareholders	Friday 28 February 2020
“Ex” date	Monday 2 March 2020
Record date for determining Entitlements (5.00pm WST)	Tuesday 3 March 2020
Prospectus despatched to Eligible Shareholders/Opening Date and Company announces this has been completed	Friday 6 March 2020
Last day to extend the Closing Date	Friday 13 March 2020
Closing Date	Wednesday 18 March 2020
Deferred settlement trading occurs	Thursday 19 March 2020
Notify ASX of Shortfall	Monday 23 March 2020
Issue Date – deferred settlement trading ends	Wednesday 25 March 2020
Commencement of trading of New Shares	Thursday 26 March 2020

This announcement is authorised for release by Luke Graham, Managing Director and CEO.

### ABOUT STRANDLINE

Strandline Resources Limited (**ASX: STA**) is an emerging heavy mineral sands (**HMS**) developer with a growing portfolio of 100%-owned development assets located in Western Australia and within the world’s major zircon and titanium producing corridor in South East Africa.

Strandline’s strategy is to develop and operate high margin, expandable mining assets with market differentiation and global relevance.

Strandline’s project portfolio contains high quality assets which offer a range of development options and timelines, geographic diversity and scalability. They include two zircon-titanium rich, ‘development ready’ projects, being the Fungoni Project in Tanzania and the large Coburn Project in Western Australia, as well as a series of titanium dominated exploration targets spread along the highly prospective Tanzanian coastline, including the advanced and large scale Tajiri Project in northern Tanzania.

Authorised for release by:

**Luke Graham**

CEO and Managing Director

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## FORWARD LOOKING STATEMENTS

This report contains certain forward looking statements. Forward looking statements are only predictions and are subject to risks, uncertainties and assumptions which are outside of the control of Strandline. These risks, uncertainties and assumptions include commodity prices, currency fluctuations, economic and financial market conditions, environmental risks and legislative, fiscal or regulatory developments, political risks, project delay, approvals and cost estimates. Actual values, results or events may be materially different to those contained in this announcement. Given these uncertainties, readers are cautioned not to place reliance on forward looking statements. Any forward looking statements in this announcement reflect the views of Strandline only at the date of this announcement. Subject to any continuing obligations under applicable laws and ASX Listing Rules, Strandline does not undertake any obligation to update or revise any information or any of the forward looking statements in this announcement to reflect changes in events, conditions or circumstances on which any forward looking statements is based.