



30 December 2019

KGL receives funds from KMP Investments Pte Ltd post Entitlement Offer

KGL Resources Limited (ASX Code: KGL) (KGL or the Company) is pleased to announce that \$2.11 million in funding has been received from KMP Investments Pte Ltd (KMP).

KMP will be issued 9,195,224 shares at an Issue Price of 23c with the Company utilising its right to place part of the shortfall from KGL's recent Entitlement Offer within 3 months of the closing date at a price not less than the issue price of 23c as detailed in the Entitlement Offer Booklet.

This brings the total amount raised under the Entitlement Offer and subsequent shortfall placement to \$5.94 million.

KGL's Executive Chairman, Denis Wood commented:

"The board welcomes the arrival of the funds from KMP, our largest shareholder, representing KMP's full entitlement in support of the entitlement offer. KMP has continually supported KGL for over 10 years.

"Due to the delay in receipt of the funds, the board was unable to include this as part of the entitlement offer but we're happy to treat it as a placement of the shortfall.

"The board is very pleased that the entitlement offer process has now raised more than \$5.9 million of the \$8.2 million target. All of the top 10 shareholders have participated in this capital raising along with 267 other shareholders.

"The board would like to thank all supporters and look forward to rewarding their support with significant achievements in advancing the Jervois Copper Project to development in 2020."

For further information contact:

Ms Kylie Anderson
Company Secretary
Phone: (07) 3071 9003



Notice under section 708AA(2)(f) Corporations Act - KGL Resources Limited (ASX Code: KGL)

KGL Resources Limited (**KGL Resources**) refers to its 1 for 8 pro rata non-renounceable entitlement offer for the issue of up to 35,745,636 fully paid ordinary shares in KGL Resources to eligible shareholders at an issue price of \$0.23 to raise approximately \$8,221,496 (**Entitlement Offer**).

The Entitlement Offer closed at 5.00pm AEDT on Tuesday, 10 December 2019 (**Closing Date**), raising total proceeds of \$3,831,292.16, with 16,657,792 fully paid ordinary shares in KGL Resources (**New Shares**) issued to eligible shareholders on Tuesday, 17 December 2019.

KGL Resources has now received \$2,114,902 from KMP Investments Pte Ltd and will issue 9,195,224 shares (**KMP Shares**) at an Issue Price of 23c utilising the Company's right to place part of the shortfall within 3 months of the closing date at a price not less than the issue price of 23c as detailed in the Entitlement Offer Booklet.

For the purposes of sections 708AA(7) and 708AA(12) of the *Corporations Act 2001* (Cth) (**Corporations Act**), KGL Resources advises:

1. The KMP Shares are being issued without disclosure under part 6D.2 Corporations Act as notionally modified by ASIC Corporations (Non-Traditional Rights Issues) Instrument 2016/84 (**Instrument 2016/84**);
2. This notice is given under section 708AA(2)(f) of the Corporations Act as notionally modified by Instrument 2016/84;
3. As at the date of this notice, KGL Resources has complied with:
 - a. the provisions of chapter 2M of the Corporations Act as they apply to KGL Resources; and
 - b. section 674 of the Corporations Act;
4. As at the date of this notice, there is no excluded information of the type referred to in sections 708AA(8) and 708AA(9) of the Corporations Act as notionally modified by Instrument 2016/84;
5. the issue of the KMP Shares is not expected to have any material effect or consequence on the control of KGL Resources; and

Signed for and on behalf of KGL Resources:

A handwritten signature in black ink that reads 'Kylie Anderson'.

Kylie Anderson
Company Secretary
KGL Resources Limited