

17 October 2019

Non-Renounceable Rights Issue to Fund Ambitious Work Program

Highlights

- **1 for 4 pro-rata non-renounceable rights issue at an issue price of \$0.10 per new share to raise approximately \$5.46 million.**
- **Funds to be used primarily for value enhancing work on Havilah's advanced projects and to explore key high conviction untested copper-gold targets.**
- **Opportunity for shareholders to gain exposure to Havilah's high leverage to copper, gold and cobalt in a projected positive commodities cycle for these metals.**
- **Two large shareholders have indicated they will take up their entitlements and their intention to subscribe for up to \$3m worth of shortfall shares if available.**

Havilah Resources Limited (Company) is pleased to announce a capital raising by way of a non-renounceable pro-rata rights issue at an issue price of \$0.10 per new share on the basis of 1 new share for every 4 ordinary shares held. Under the offer, a maximum of 54,565,835 shares will be issued to raise up to \$5,456,584 (before costs).

Funds raised from the rights issue will be used to complete the Kalkaroo Project pre-feasibility update, conduct pre-feasibility studies of the Grants Basin Project and Mutooroo Copper-Cobalt Project, conduct exploration of regional copper-gold targets, pay the costs of the issue and corporate costs, Investec loan repayment, re-structuring and for general working capital. Further details on the use of funds are provided in the accompanying Offer Booklet.

The issue price of the new shares under the offer represents a discount of approximately 19% to the volume weighted average price of the Company's shares during the 30 trading day period up and including 16 October 2019.

Each eligible shareholder registered on the Company's register of members at 7:00 pm (Adelaide time) on 22 October 2019 (**Record Date**) will be entitled to subscribe for 1 new fully paid ordinary share in Havilah for every 4 shares held as at the Record Date at a price of \$0.10 per new share. Please note that the Company's shares will be quoted on an 'ex' basis from 21 October 2019 and therefore any of the Company's shares bought on-market on and after this date will not be entitled to participate in the rights issue.

In addition to being able to apply for new shares under the rights issue, eligible shareholders will also be able to apply for additional new shares that are not subscribed for under the rights issue. This is an opportunity for those shareholders with less than a marketable parcel of shares to increase their holding to a marketable parcel.

The indicative timetable for the rights issue is as follows:

Activity	Date
Announcement of Entitlement Offer and Appendix 3B lodged with ASX	17 October 2019
Offer Booklet lodged with ASX	17 October 2019
Shareholder notice despatched	18 October 2019
Shares traded on an 'ex' Entitlement basis	21 October 2019
Record Date for eligibility to participate in the Entitlement Offer	22 October 2019 at 7.00 pm (Adelaide time)
Offer Booklet and Entitlement and Acceptance Form despatched to Shareholders	25 October 2019
Opening Date for the Entitlement Offer	25 October 2019
Last day to extend the Closing Date for the Entitlement Offer	6 November 2019
Closing Date for the Entitlement Offer	11 November 2019 at 5.00 pm (Adelaide time)
Securities quoted on a deferred settlement basis	12 November 2019
Notify ASX of under subscriptions	14 November 2019
Issue of New Shares issue under the Entitlement Offer and deferred settlement trading ends	18 November 2019
Normal ASX trading for New Shares commences	19 November 2019

The timetable is indicative only and the Company reserves the right to vary it at any time without prior notice subject to the ASX Listing Rules and the *Corporations Act 2001* (Cth).

Full details of the rights issue will be contained in the Offer Booklet to be despatched to eligible shareholders in accordance with the timetable set out above together with an entitlement and acceptance form. **From today, the Offer Booklet, with full details of the rights issue, will be available to download from both the ASX website (at www.asx.com.au) and the Company's website (at www.havilah-resources.com.au).**

As a prudence measure Havilah has entered into a short term standby loan offer from a major shareholder for \$0.5 million that will ensure Havilah is able to meet its financial commitments until it receives proceeds from the rights issue.

Your Directors are optimistic about the future prospects of Havilah given its high quality mineral projects and exploration upside on its extensive tenement holding. They recommend this as an excellent opportunity for shareholders to take advantage of Havilah's high leverage to gold, copper and cobalt markets by acquiring new shares at an attractive price.