



Adavale Resources Limited
ACN 008 719 015
(Company)

26 NOVEMBER 2019

SUCCESSFUL CAPITAL RAISING AND FORMER FREEPORT MCMORAN PACIFIC CEO TO JOIN BOARD

Highlights

- **\$1 Million Convertible Note maturing 7 Jan 2022 converting at \$0.05 has been assigned to new investors with a non-call or convert for a certain period**
- **Placement at \$0.0075 completed raising just over \$235K**
- **Funds will be used for working capital and identification of potential acquisitions in new energy resources**
- **Mr Louis Clinton and Mr Peter Tsegas to join the board**
- **Mr Haryono Eddyarto, Mr Huili Guo and Mr Kham Signavong to step down**
- **New investors acquire certain shares from several top shareholders at \$0.0075**

Adavale Resources Limited ("Adavale" and or "Company") (ASX:ADD) is very pleased to announce the following events, which the board believes will help fast track the advancement of the Company.

Placement

Adavale will issue 21,333,334 fully paid ordinary shares at an issue price of A\$0.0075 per shares under LR 7.1A and 7.1, and a further 11,333,333 in lieu of various services under LR 7.1. The total shares issued represent 25% of the shares on issue (on a pre-Placement basis), pursuant to its existing capacity under ASX listing Rule 7.1 and 7.1A.

Listing Rule	Pre-Issue capacity	Shares Being Issued	Post-Issue capacity
7.1	18,878,951	18,878,591	Nil
7.1A	12,585,967	12,585,967	Nil

All new shares, once issued, will rank pari passu with existing ordinary shares.

Use of proceeds

Funds raised from the placement will be used to progress exploration activities on its existing exploration licenses and to support the Company to bring in new energy projects and the balance of the funds raised will be utilised for working capital.

Former Freeport McMoRan Pacific President and CEO Louis Clinton and Peter Tsegas join the Adavale Board

Former - Freeport McMoRan Pacific a subsidiary of the Freeport McMoRan Group (NYSE:FCX) President and CEO Mr Louis Clinton will join the board as Non-Executive Chairman, and Mr Peter Tsegas as a Non-Executive Director.

Mr. Clinton has 40 years' experience in the global metals and mining industry, including significant time spent living and working in Indonesia. He spent the majority of his career with world leading copper & gold company, Freeport McMoRan ("Freeport"). There he held a variety of senior executive roles including; Treasurer, Senior Vice President, Chief Administrative Officer, Deputy to the Chairman (James R. Moffett), and also President and Chief Executive Officer of Freeport McMoRan Pacific and Vice Chairman for 6 years between 1991 and 1996, with overall responsibility for the company's operations in the Pacific region.

Mr Clinton was the President of AmCham Indonesia (American Chamber of Commerce in Indonesia) between 1992 – 1997. His prior ASX roles include as a previous vice Chairman of Airon Energy (later to become Felix Resources) and Chairman of Highlands Pacific. His other experience includes being a sought-after advisor and co-founder, Chairman and CEO of Weda Bay Minerals.

Mr Peter Tsegas has over 20 years of experience in Africa. He has worked to engage both the private and government sectors on a number of projects. Peter was founder and Managing Director of Tancoal Energy Ltd. which he successfully took from an exploration company through to a JV with the Tanzanian government and then into production. A number of consulting roles to the Tanzanian government have been undertaken, including the Ministry of Industry and Trade and the Ministry of Energy and Minerals. He has also consulted to a number of mining companies including Rio Tinto. Peter is currently a Non-Executive Director of ASX-Listed Magnis Energy Technologies (ASX:MNS).

Current directors Mr Haryono Eddyarto, Mr Huili Guo and Mr Kham Signavong will step down with all changes to officially take place on 29 November 2019.

Convertible Note and Previous Major Shareholders

New investors acquire certain shares from several top shareholders at \$0.0075 , resulting in increased liquidity and a broader shareholder base.

\$1 Million Convertible Note maturing 7 Jan 2022 converting at \$0.05 has been assigned to 3 new investors with a non-call or convert until Jun 2020.

Appointment of Corporate Advisor

Alpha Securities Pty Ltd participated and facilitated the above. Alpha Securities Pty Ltd has been appointed Corporate Advisor.

Allan Ritchie, Managing Director of Adavale, said: *"I am delighted with the appointment of Louis and Peter to Adavale Resource Limited's Board. Today's changes feel like Adavale is turning the page on an exciting chapter. It's unique to have the calibre of such individuals join the board of company. I would like to thank Haryono, Huili and Kham for all of their efforts over the years."*

Following the release of this announcement, the Company requests that the trading in its securities be reinstated.

For queries about this release please contact:
Allan Ritchie, Managing Director
Ph: (02) 8003 6733