

**ASX Announcement**  
27 March 2023

## Westar Completes Placement to Fund Exploration at Olga Rocks, Mindoolah and Gidgee North

### Highlights

- ☆ Capital Raising to fund initial exploration drilling at the Olga Rocks lithium/gold project, Mindoolah lithium/gold project and ongoing exploration at Gidgee North gold/copper/zinc project
- ☆ Strong support from new and existing sophisticated investors and director participation
- ☆ Entitlement Offer to raise \$2.4m for ongoing exploration

Westar Resources (ASX:WSR) (**Westar** or the **Company**) is pleased to announce it is undertaking a capital raising of up to approximately \$2.7 million (before costs) consisting of the following:

- **Placement:** To raise approximately \$343,390.80 (before costs) at \$0.03 per fully paid ordinary share via the issue of 11,446,360 fully paid ordinary shares (**Share Placement**) with one (1) free attaching option for every three (3) shares subscribed for under the placement (exercisable at \$0.045 each and having an expiry date 2 years from the date of issue) (**Options**); and
- **Rights Issue:** Westar will also undertake a non-renounceable entitlement offer to raise up to approximately \$2,425,271.94 (**Rights Issue**) (before costs) at a price of \$0.03 per fully paid ordinary share on the basis of one (1) share for every one share held as at 5.00pm AWST on the record date (**Record Date**) and one (1) free attaching option for every three (3) shares subscribed for under the placement (exercisable at \$0.045 each and having an expiry date 2 years from the date of issue);.

(Collectively, **the Capital Raising**)

The Company has appointed CPS Capital Group Pty Ltd (**CPS**) as Lead Manager to the Capital Raising.

## Placement

The Company is pleased to announce that it will place 11,446,360 fully paid ordinary shares at \$0.03 per share (Placement Price) to raise \$343,390.80 (before costs) pursuant to a placement with sophisticated and professional investors qualifying under s708 of the Corporations Act 2001 (Cth).

Placement participants will be issued with one (1) Option for every three (3) Share subscribed for and issued under the placement. The Options are exercisable at \$0.045 each and have an expiry date 2 years from the date of issue.

The shares to be issued pursuant to the Share Placement will be issued under the Company's existing Listing Rule 7.1 placement capacity. The Options to be issued pursuant to the Share Placement will be issued subject to shareholder approval at a meeting to be held shortly.

## Rights Issue

Westar will offer all eligible shareholders who have a registered address in Australia and New Zealand (Eligible Shareholders), the opportunity to participate in the Rights Issue, being a non-renounceable pro rata entitlement offer on the basis of one (1) Share for every one (1) Share held at the record date and one (1) free attaching Quoted Option for every three (3) Shares subscribed for under the Rights Issue, at an issue price of \$0.03 per Share to raise up to approximately \$2,404,271.94 (before costs). The Options are exercisable at \$0.045 each and have an expiry date 2 years from the date of issue.

Details of the Rights Issue will be announced in due course.

## Use of funds

Funds raised from the Capital Raising will be applied to fund exploration on the Company's projects, including Olga Rocks, Mindoolah and Gidgee North, as well as for general working capital and to pay the costs of the Capital Raising.

The Rights Issue provides eligible shareholders with the opportunity to take up new Shares (and Options) proportional to their shareholding and mitigate the effect of dilution. Eligible shareholders who do not take up their entitlement under the Entitlement Offer in full or in part, will not receive any value in respect to those entitlements not taken up.

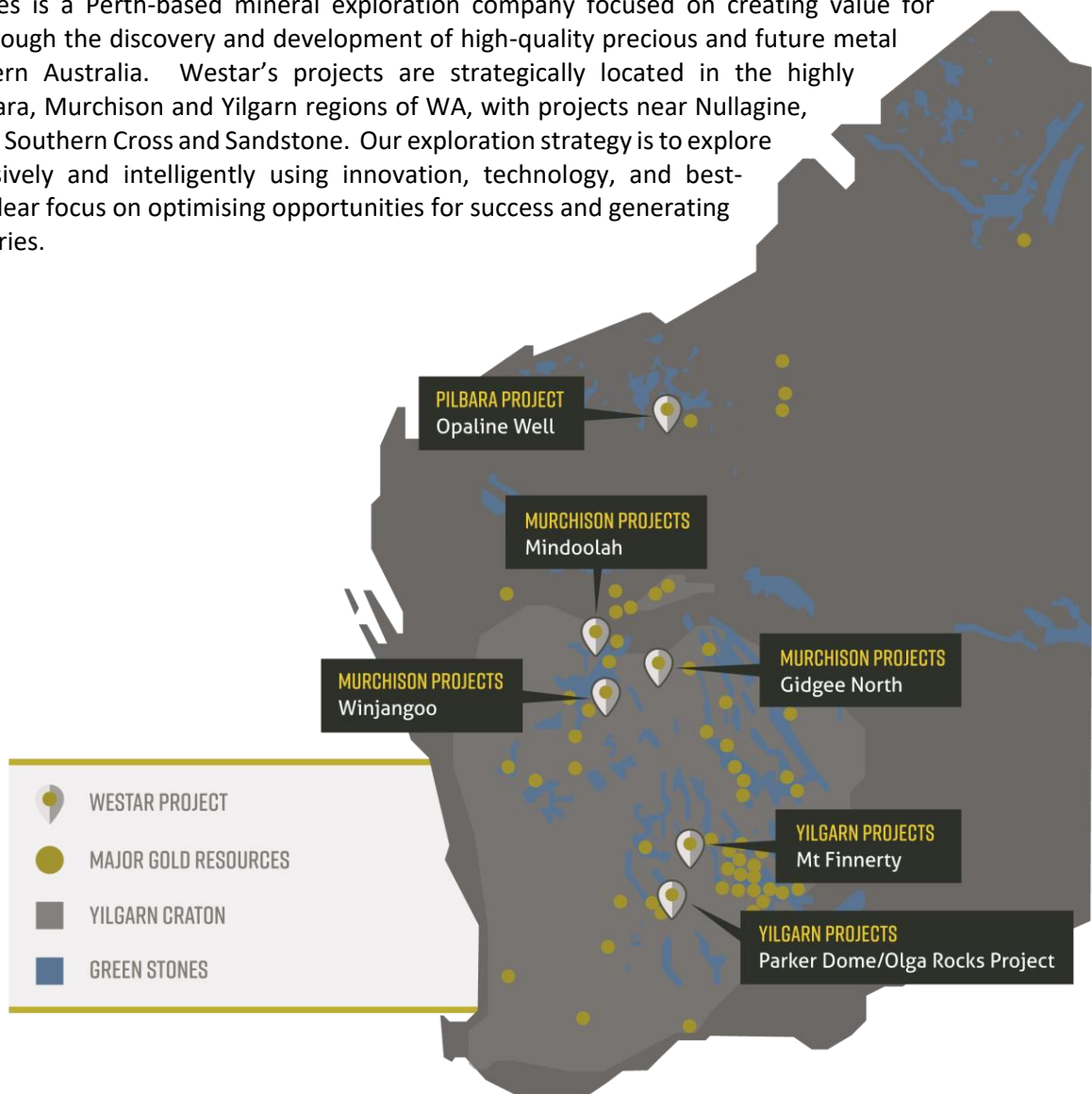
## Lead Manager fees

Upon successful completion of the proposed Placement Issue and Rights Issue, CPS or its nominee, will receive:

- A management fee of 6% (ex GST) of the total gross proceeds of the Rights Issue ("Rights Issue Fee");
- A management fee of 2% (ex GST) of the total gross proceeds of the Placement ("Management Fee");
- A placing fee of 4% (ex GST) of the total gross proceeds of the Placement ("Placing Fee"); and
- CPS or its nominee/s will receive twelve million Options ("Lead Manager Options"). The Lead Manager Options are to be on the same terms as the free attaching Option and will be issued at \$0.00001 per option, subject to shareholder approval, and if not approved at the next meeting, will be issued once the company's capacity pursuant to ASX Listing Rule 7.1 has been refreshed by shareholders.

## ABOUT WESTAR RESOURCES

Westar Resources is a Perth-based mineral exploration company focused on creating value for shareholders through the discovery and development of high-quality precious and future metal assets in Western Australia. Westar's projects are strategically located in the highly prospective Pilbara, Murchison and Yilgarn regions of WA, with projects near Nullagine, Mt Magnet, Cue, Southern Cross and Sandstone. Our exploration strategy is to explore projects aggressively and intelligently using innovation, technology, and best-practice with a clear focus on optimising opportunities for success and generating material discoveries.



For the purpose of Listing Rule 15.5, this announcement has been authorised by the board of Westar Resources Ltd.

### ENQUIRIES

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