

17 September 2024

Asara Raises A\$1.417m in Placement with new Cornerstone Investor

Asara Resources Limited (ASX: AS1; Asara or Company) is pleased to announce that it has signed a binding Subscription Agreement with Barbet L.L.C FZ (**Barbet**) to raise US\$950,000 (A\$1.417m¹) (**Placement**) which underpins the Company's commitment to advancing its flagship asset, the Kada Gold Project in Guinea (**Kada**).

Highlights

- **Barbet commits to subscribe for 118,090,890 shares in the Company at \$0.012 for a ~ 12% shareholding in Asara.**
- **Placement positions Asara to advance exploration and development of Kada.**
- **Exploration activities scheduled to commence in the December quarter.**

Managing Director, Tim Strong commented:

"We are delighted to welcome Barbet LLC FZ as a new cornerstone investor in the Company. Following the recent sale of the Company's Kouri Gold Project in Burkina Faso², we are now debt free and refocusing our efforts on advancing our flagship project - Kada in Guinea. Kada's current Mineral Resource Estimate contains almost one million ounces of gold³, and we look forward to growing this inventory through a systemic exploration program over the next 18months.

Barbet LLC FZ consists of a team of seasoned experts with a proven track record of developing projects in West Africa, including Guinea. We are eager to collaborate with them and leverage off their extensive knowledge and understanding of Guinea to advance the Kada project and unlock its full potential.

It is expected that exploration will commence during the December quarter of 2024 after the conclusion of the rainy season in Guinea. I look forward to updating the market as we advance this exciting project over the next few months."

¹ USD: AUD Conversion rate of \$0.67 on 15 September 2024 www.xe.com

² ASX Announcement: Asara divests non-core Burkina Faso gold assets for US\$2.2M cash dated 15 July 2024.

³ ASX Announcement: Kada Mineral Resource Estimate Update improves confidence; more than 40% of oxide gold now indicated dated 09 October 2023.

Placement Details

The Placement is comprised of the issue of 118,090,890 fully paid ordinary shares (**Placement Shares**) at an issue price of \$0.012 raising US\$950,000 (A\$1,417,090.68) (before costs). The issue price of \$0.012 represents a 10% premium to the 10-day VWAP of \$0.0109 per share.

Pursuant to the Subscription Agreement, Barbet is entitled to appoint one nominee as a Director of the Company, so long as Barbet owns at least 10% of the shares on issue. Barbet have advised that they do not intend to appoint a nominee Director at this time.

The proceeds of the Placement will be applied towards initial baseline study work, exploration activities and general working capital.

The Placement Shares will be issued under the Company's existing placement capacity under ASX Listing Rule 7.1), and accordingly no shareholder approval is required. The Placement Shares will rank pari passu with existing securities on issue.

Summary of Key Dates	Date
Settlement of Placement Shares	Monday, 23 September 2024
Allotment of Placement Shares	Thursday, 26 September 2024

-ENDS-

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This announcement was authorised for release by the Board of Asara Resources Ltd.

ABOUT ASARA RESOURCES

Asara Resources Limited is an ASX listed exploration company with a portfolio of advanced minerals projects in Guinea and Burkina Faso, West Africa and in Chile, South America.

The Company's flagship project is the advanced Kada Gold Project in eastern Guinea. Guinea remains one of the most under-explored countries in West Africa. Asara has outlined an Indicated and Inferred Mineral Resource Estimate of 30.3Mt at 1.0g/t gold for 923Koz⁴, the majority of which is shallow oxide-transitional gold mineralisation. Asara is focussed on growing the Mineral Resource Estimate. Most of the 150km² project area remains under explored and there is considerable upside for the discovery of additional oxide gold mineralisation.

The Company has outlined an Indicated and Inferred Mineral Resource of 50Mt at 1.3g/t gold for 2Moz⁵ at the Kouri Gold Project, located in north-east Burkina Faso and signed a Share Purchase Agreement with BIC West Africa in July 2024 to divest its interest in this project.

Asara also holds the Paguanta Copper and Silver-Lead-Zinc Project in northern Chile which has a Measured, Indicated and Inferred Mineral Resource of 2.4Mt at 88g/t silver, 5.0% zinc and 1.4% lead for 6.8Moz silver, 265Mlb zinc and 74Mlb lead⁶ at the Patricia Prospect, which remains open. The Company is seeking to divest these projects to focus on Kada.

At the adjacent Loreto Copper Project in Chile, Asara has signed an Option and Joint Venture agreement with Teck Chile whereby Teck Chile can acquire up to a 75% interest in the project.

⁴ ASX Announcement: Kada Mineral Resource Estimate Update improves confidence; more than 40% of oxide gold now indicated dated 09 October 2023.

⁵ ASX Announcement: Kouri Mineral Resource Increases by 43% to 2 Million ounces Gold dated 26 October 2020 (Total Mineral Resource includes: Indicated Mineral Resource of 7Mt at 1.4g/t gold and Inferred Mineral Resource of 43Mt at 1.2g/t gold).

⁶ ASX Announcement: New Resource Estimation for Paguanta dated 30 May 2017 (Total Mineral Resource includes: Measured Mineral Resource of 0.41Mt at 5.5% zinc, 1.8% lead, 88g/t silver, 0.3g/t gold; Indicated Mineral Resource of 0.61Mt at 5.1% zinc, 1.8% lead, 120g/t silver, 0.3g/t gold; Inferred Mineral Resource of 1.3Mt at 4.8% zinc, 1.1% lead, 75g/t silver, 0.3g/t gold).

The Company confirms that it is not aware of any new information or data that materially affects the information regarding the Kada, Kouri or Paguanta Mineral Resource estimate and confirms that all material assumptions and technical parameters underpinning the Kada, Kouri and Paguanta Mineral Resource estimate continue to apply and have not materially changed.