



ASX Announcement & Media Release

Capital Raising to Fund Exploration at Brunswick and Marvel Loch Projects

Date: 5 March 2021

ASX Code: KGD

Board of Directors:

Mark Stowell (Chairman)

Mark Bojanjac

John Hannaford

Simon Adams

Cash at Bank:

\$1.9m Post Placement

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- Firm commitments to raise \$0.93m via a single tranche placement at \$0.04 per share
- Funds raised for exploration, including drilling at Brunswick and Marvel Loch Projects, working capital and offer costs
- Kula recently identified primary copper mineralisation at its Brunswick project which is located within the Western Gneiss Terrain - host to Chalice's recently discovered Julimar Ni-Cu-Co-Au-PGE Deposit to the North
- Extensive soil sampling program over the new areas of interest at Brunswick is in progress for the coming weeks, followed by a drilling program to commence in April/May (pending approvals) to test the extent of the mineralisation
- Gold exploration will continue at Kula's ~823km² Southern Cross Gold Project, including the commencement of a 2,000m drilling campaign in March/April at Marvel Loch (~8km from Minjar's Marvel Loch operating gold plant)

Kula Gold Limited ("**Company**") (ASX:KGD) is pleased to advise that it has received firm commitments from sophisticated and professional investors pursuant to section 708 of the Corporations Act 2001 (Cth) to raise approximately \$0.93 million before costs, via a single tranche placement of approximately 23.37 million fully paid ordinary shares ("**Placement Shares**") in the Company ("**Placement**") at an issue price of \$0.04 per share.

Funds raised from the Placement will be applied towards exploration works at the company's wholly owned Brunswick and Marvel Loch Projects, general working capital and offer costs.

Chairman, Mr Mark Stowell said "*Kula is pleased to announce the Placement which will enable the company to undertake exploration, including drilling at both its Brunswick and Marvel Loch Projects.*"



We are excited by the recent field program at Brunswick which has successfully identified primary copper mineralisation (chalcopyrite+bornite) in silicified amphibolite. Rock chip samples have been collected and submitted to Bureau Veritas for urgent gold, PGE and multi-element assays, which we await.

The recent exploration success validates the exploration concept behind the acquisition of the licenses within the Western Gneiss Terrain - host to Chalice's recently discovered Julimar Ni-Cu-Co-Au-PGE deposit to the North.

An extensive soil sampling program over these new areas of interest is planned for the coming weeks, followed by a drilling program to commence in April/May (pending approvals) to test the extent of the mineralisation.

Separately, at the Company's 823km² Southern Cross Gold Project, the Company will commence a 2,000m drilling program in March/April at the Marvel Loch Project which is in close proximity to the Minjar Marvel Loch operating gold plant.

We look forward to keeping shareholders updated with our progress."

Placement Details

The Placement was undertaken at an issue price of \$0.04 per share which is a 9.1% discount to the last traded price on 2 March 2021 of \$0.044 per share.

The Placement Shares will be issued under the Company's existing ASX Listing Rule 7.1 capacity with settlement expected to occur on or around Thursday 11 March 2021 with allotment on or around Friday 12 March 2021.

Lazarus Corporate Finance Pty Ltd acted as the Lead Manager to the Placement and will be paid a management and capital raising fee totalling 6.0% of gross funds raised (plus GST).

This announcement was authorised for issue to the ASX by the Directors of the Company.

By order of the Board

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About the Company

Kula Gold Ltd (ASX: KGD) is a Western Australia gold exploration company focussed on large land positions and structural geological settings capable of hosting ~1m oz deposits.

The company has projects within the Southern Cross WA region including Rankin Dome and Marvel Loch, as well as near Kurnalpi and Brunswick. The company has a history of large gold resource discoveries with its foundation Woodlark Island project in PNG.