



## ASX Announcement & Media Release

### Entitlement Offer

**Date:** 6 January 2025

**ACN:** 126 741 259

**ASX Code:** KGD

#### Highlights

- **One (1) for two (2) non-renounceable rights issue to raise \$1.6m**
- **Discount of 16.7% to the last price of \$0.006 and to the 10-day VWAP**
- **Directors will participate for their full entitlement**
- **The Company will be fully funded towards resource drilling at Mt Palmer Gold Mine**

Kula Gold Limited ("Kula" or "the Company") announces that it will undertake a non-renounceable pro-rata entitlement offer ("Entitlement Offer") to eligible shareholders on the basis of one (1) fully paid ordinary share ("New Shares") for every two (2) fully paid ordinary shares held ("Shares") at an issue price of \$0.005 to raise approximately \$1.6m before costs.

The issue price represents a 16.7% discount to the 10-day volume weighted average price ("VWAP") for shares in the Company last traded on the Australian Securities Exchange ("ASX") on 3 January 2025.

The Directors have committed to taking up their entitlement collectively for \$122,343.

#### Entitlement Offer

The Entitlement Offer will be made under a prospectus, that the Company lodged with ASIC today, to all holders of Shares in the Company ("Eligible Shareholders") as at 7.00pm (AEDT) on 9 January 2025 ("Record Date") with a registered address in Australia or New Zealand ("Entitlement"). The Company will apply to the ASX for official quotation of the New Shares.

The right to subscribe for the New Shares in accordance with an Entitlement under the Entitlement Offer will be non-renounceable (meaning Entitlements cannot be traded and are not otherwise transferrable) and is not underwritten. New Shares issued pursuant to the Entitlement Offer will rank equally with all fully paid ordinary shares on issue. Under the Entitlement Offer, Kula will issue a maximum of approximately 321,605,960 New Shares (assuming no options are exercised prior to the Record Date).

Subject to the Corporations Act 2001 (Cth) and the ASX Listing Rules, the Directors reserve the right to place any New Shares which are not taken up by Eligible Shareholders under the Entitlement Offer ("Shortfall Shares") within three months after the Closing Date.

Eligible Shareholders who take up all of their rights under the Entitlement Offer will also be afforded the opportunity to apply for Shortfall Shares in excess of their Entitlement to the extent there is any shortfall under the Entitlement Offer.

Further details of the Entitlement Offer will be contained in the Prospectus. Eligible Shareholders should consider the Prospectus carefully before deciding whether to participate in the Entitlement Offer and consult their professional advisors if they have any queries.

### Use of Funds

The proceeds from the Entitlement Offer will ensure the Company is well funded to continue exploration activities and drilling programmes towards defining a resource at the Mt Palmer Gold Mine and for working capital purposes, including repayment of a related party loan totalling approximately \$470k.

Under the earn-in agreement with Aurumin Limited, the Company can acquire a further 29% interest in the Mt Palmer Gold Mine Tenements to 80% by incurring exploration expenditure of \$1m. The Company has incurred exploration expenditure of \$777,943 on the Mt Palmer Gold Mine Tenements leaving a balance of approximately \$222k. Thereafter Aurumin Limited may contribute on a pro rate basis or dilute.

(ASX Announcement dated 31 May 2024, Mt Palmer Gold Mine Acquisition & Placement).

During the second half of 2024, the Company has undertaken significant cost reductions by reducing the size of or relinquishing tenements held where exploration potential has been downgraded, allowing the key focus to be on Mt Palmer Gold Mine where the exploration potential has been significantly increased from work completed to date.

### Indicative Timetable

Event	Date
Entitlement Offer announced	6 January 2025
Prospectus lodged with ASIC and ASX	Before trading on 6 January 2025
‘Ex’ Date	8 January 2025
Record Date	9 January 2025
Prospectus and Entitlement and Acceptance Forms despatched to Eligible Shareholders	14 January 2025
Opening Date	14 January 2025
Closing Date	23 January 2025
Securities quoted on a deferred settlement basis	24 January 2025
Announcement of results of the Offer	31 January 2025
Issue of New Shares and despatch of holding statements	31 January 2025
Commencement of trading New Shares	3 February 2025

*This timetable is indicative only and subject to change. Subject to the Corporations Act 2001 (Cth) and the ASX Listing Rules, the Directors of the Company reserve the right to vary these dates, including the closing date of the Entitlement Offer, without prior notice. The Directors also reserve the right not to proceed with the whole or part of the Entitlement Offer at any time prior to allotment. In that event, application money will be returned without interest.*

This announcement has been approved for release by the Company’s board of directors.

### For Further Information, Contact:

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