



Issue of SPP Shares and Placement

Cleansing Statement and Information Disclosed in respect of ASX Listing Rules 3.10.5A and 7.1A3

Sipa Resources Limited (ASX: **SRI**) is pleased to advise that 64,516,726 shares have now been issued pursuant to the Share Purchase Plan (**SPP**) which closed on Thursday 26 October for total proceeds of \$774,200. In addition, applications were received from exempt investors for \$83,000 or 6,916,667 ordinary shares, at the same price as the SPP (**Placement**) pursuant to the Company's existing placement capacity under ASX Listing Rule 7.1.

A further 95,233,333 at the same price \$0.012 per share to raise a further \$1,142,800 (**Underwritten Placement**) were also issued to JM Financial Group under the terms of the underwriting agreement entered into on 25 September 2017 to ensure that the SPP raised a minimum of \$2 million (**Underwritten Amount**). The issue will see JM Financial Group increase its holding to a relevant interest of 9.64% in Sipa. The Underwritten Placement was made utilising the Company's existing placement capacity under ASX Listing Rule 7.1A.

Notification pursuant to Section 708A(5)(e) and 708A(6) of the Corporations Act 2001 (Act)

With respect to the Placement and the Underwritten Placement, the Company notifies ASX that:

- (a) the Company issued the securities without disclosure to investors under Part 6D.2 of the Act;
- (b) this notice is given pursuant to paragraph (5)(e) of Section 708A of the Act;
- (c) as at the date of this notice the Company has complied with:
 - (i.) the provisions of Chapter 2M of the Act as they apply for the Company; and
 - (ii.) Section 674 of the Act; and
- (d) as at the date of this notice there is no information:
 - (i.) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - (ii.) that investors and their professional advisors would reasonably require for the purpose of making an informed assessment of:
 - (A.) the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - (B.) the rights and liabilities attaching to the securities.

As the Underwritten Placement was made under ASX Listing rule 7.1A the following information is provided pursuant to ASX Listing Rule 3.10.5A and 7.1A3:

1. The dilutive effect of the Underwritten Placement is as follows:

Number of Securities Issued	95,233,334
Percentage of post issue share capital	8.7%

2. The Underwriting Placement was made to ensure the Company raised a minimum of \$2m in the SPP. Eligible ordinary security holders were eligible to participate in the SPP.
3. The Underwriter will receive an underwriting fee of 5% of the Underwritten Amount.



4. There were no other fees or costs incurred in connection with the issue.
5. The Company confirms that the issue price of \$0.012 is higher than 75% of the 15 trading day VWAP of Sipa shares, being \$0.0116, as calculated under ASX Listing Rule 7.1A.3. The calculation was prepared by Sipa using data accessed from Weblink Pty Ltd.

For further information please contact:

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