

4 June 2019



Capital Raising

Board:

Colin Locke (Exec. Chairman)

David Palumbo (Non-Exec. Director)

Timothy Hogan (Non-Exec. Director)

Capital Structure:

117,500,000 Fully Paid Shares

12,000,000 Options @ 10c exp 24/10/20

10,893,878 Options @ 40c exp 12/12/19

ASX Code:

KTA

Projects

Corkill-Lawson, Ontario, Co-Ag

Farr, Ontario, Co-Ag

Dalgaranga, WA, Ta-Li-Rb

Mac Well, WA, Be, Ni-Co, Au

Krakatoa Resources Limited ("Krakatoa" or the "Company", ASX: KTA) is pleased to announce that it has received firm commitments from institutional and sophisticated investors for a capital raising of \$275,000 before costs (**Placement**).

A total of 12,500,000 fully paid ordinary shares at an issue price of 2.2 cents per share will be issued pursuant to the Company's Listing Rule 7.1 capacity, with settlement to occur on or about 12 June 2019.

Net proceeds from the Placement will be used to continue exploration activities on its existing projects, evaluate acquisition opportunities, to pay for the costs of the issue and for general working capital purposes.

On 31 May 2019, the Company had 52,500,000 quoted options exercisable at \$0.10 expire unexercised, leaving Krakatoa's capital structure prior to the Placement as follows:

Ordinary shares: 117,500,000

Unlisted options: 12,000,000 (Strike price: 10c Ex. Date 24 October 2020)

Unlisted options: 10,893,878 (Strike price: 40c Ex. Date 12 December 2019)

Executive Chairman Colin Locke commented "We thank our existing major shareholder groups for their continued support and patience. Krakatoa maintains a very tight capital structure and register, which provides an excellent platform for any exploration or acquisition success."

FOR FURTHER INFORMATION:

Colin Locke

Executive Chairman

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