KINGWEST
RESOURCES LIMITED

Kingwest Resources Ltd

ASX: KWR

Shares on Issue
51,416,060

Directors & Management

Chairman
Peter Bennetto

Director / CEO
Stephen Woodham

Non-Executive Director
Stephen Brockhurst

Company Secretary
David McEntaggart

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29 July 2019

Placement

Kingwest Resources Ltd (ASX: **KWR**) ("**Kingwest**" or "**the Company**") is pleased to announce that further to the ASX Announcement on 9 July 2019 "Major Acquisition of the Menzies Gold Project", it has received firm commitments from professional and sophisticated investors to raise $4,000,000 (before costs) via a placement ("**Placement**") of 26,666,667 ordinary shares at an issue price of $0.15 per share ("**Placement Shares**"). The issue price per Placement Share of $0.15 represents a discount of 6% to the last traded price of the Company's shares on the ASX. The Placement Shares will be issued in two tranches being:

- Tranche 1 to raise $1,500,000 by the issue of 10,000,000 fully paid ordinary shares in the Company ("**Tranche 1**"); and
- Tranche 2 to raise $2,500,000 by the issue of 16,666,667 fully paid ordinary shares in the Company ("**Tranche 2**").

The Placement forms part of the acquisition of the Menzies Gold Project ("**Acquisition**") (refer ASX announcement 9 July 2019) with completion of the Placement being a condition precedent to settlement of the Acquisition. The funds raised from the Placement will be used to pay the remaining cash purchase consideration to the vendor ($1,000,000) and the balance will be used to fund the proposed exploration activities at the Menzies and Goongarrie Projects. Peloton Capital Pty Ltd ("**Peloton**") were lead managers to the Placement and will receive a 6% fee on all funds raised.

Allotment of Tranche 1 is anticipated to occur on or about 5 August 2019 under the Company's existing placement capacity:

- 7,015,440 shares to be issued under the Company's ASX Listing Rule 7.1 capacity; and
- 2,984,560 shares to be issued under the Company's ASX Listing Rule 7.1A capacity.

Allotment of the Tranche 2 shares is subject to shareholder approval. A notice of meeting seeking approval for the Tranche 2 placement, as well as other items required pursuant to the Acquisition, is expected to be dispatched to shareholders in the coming weeks.

ENDS

Stephen Brockhurst
Director