



ASX ANNOUNCEMENT

By e-lodgement

19 November 2019

NON-RENOUNCEABLE RIGHTS ISSUE TO RAISE UP TO \$1.25M

- Offer on basis of 1 New Share for every 12.9 Shares held at an issue price of \$0.01 (1.0 cent)
- Chairman Asimwe Kabunga to underwrite up to \$600,000 of any shortfall from the Rights Issue
- Funds raised will be used to progress approvals for Dar es Salaam (DSE) and the Stock Exchange of Mauritius (SEM) listed debt note issues and for general corporate and working capital

Tanzanian-focused flake graphite developer **Volt Resources Limited (ASX: VRC) (Volt or the Company)** is pleased to advise that it will be undertaking a 1 for 12.9 non-renounceable Rights Issue (**Rights Issue**) of ordinary shares to raise up to \$1.250 million (before costs).

Under the Rights Issue, eligible Shareholders will be entitled to apply for 1 new ordinary fully paid share (**New Share**) for every 12.9 ordinary shares held as at 5.00pm (EDST) on Friday 22 November 2019, being the record date for the Rights Issue. The offer price of \$0.01 (1.0 cent) represents a 23% discount to the last closing price of the Company's shares on ASX on 18 November 2019, and a 24.5% discount to 5-day VWAP price up until that date.

Volt's Chairman Mr Asimwe Kabunga, via Kabunga Holdings Pty Ltd, has agreed to underwrite up to \$600,000 of any shortfall from the Rights Issue.

New Shares not taken up by eligible Shareholders will become available under a Shortfall facility (**Oversubscriptions Facility**). Eligible Shareholders who subscribe for their entitlement in full may apply for additional New Shares under the Oversubscriptions Facility.

The Directors of the Company that are eligible intend to participate in the Rights Issue.

Funds raised from the Rights Issue will be used to advance the approvals process of the respective Dar es Salaam (DSE) and the Stock Exchange of Mauritius (SEM) listed note issues (see ASX release dated 24 October 2019), to meet existing payable obligations and for general corporate and working capital purposes.

In addition, the Company will be reviewing its Australian based structure and activities to reduce expenditure, particularly whilst the Stage 1 Bunyu Project development funding activities are in progress.

To assist the Company to meet its working capital requirements whilst the Rights Issue is completed, the Company has secured \$100,000 in short term working capital funding from the Company's Chairman and CEO (\$50,000 from each of Mr Kabunga and Mr Matthews) on an unsecured, arm's length commercial terms basis, with such moneys being repayable on or before 31 December 2019.

Further details on the Rights Issue (including the Oversubscriptions Facility and how Eligible Shareholders can apply for their entitlement) will be provided in the Entitlement Offer Booklet and sent to Eligible Shareholders in accordance with the dates provided in the below Indicative Timetable.

Indicative Rights Issue Timetable

Announcement of the Rights Issue	19 November 2019
Record Date to determine Rights	5.00pm (EDST) on Friday 22 November 2019
Offer Document and Entitlement and Acceptance Form dispatched	Tuesday 26 November 2019
Opening date of the Rights Issue	
Closing Date – last date for lodgement of Entitlement and Acceptance Forms and Application Money	5.00pm (EDST) on Wednesday 11 December 2019
Trading of New Shares commences on a deferred settlement basis	Thursday 12 December 2019
ASX notified of shortfall	Thursday 12 December 2019
Allotment of New Shares	Friday 13 December 2019
Normal trading of New Shares expected to commence on ASX	Monday 16 December 2019
Despatch of holding statements for the New Shares	Monday 16 December 2019

Subject to the Corporations Act and Listing Rules, the Company reserves the right to vary the timetable without prior notice, including by extending the Closing Date, closing the Rights Issue early, accepting late Applications or by withdrawing the Rights Issue. The Company also reserves the right not to proceed with the whole or part of the Rights Issue at any time prior to allotment. In that event, Application Money will be returned without interest

-ENDS-

For and on behalf of Volt Resources Limited

Trevor Matthews
Chief Executive Officer

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About Volt Resources Limited

Volt Resources Limited (“Volt”) is a graphite exploration and development company listed on the Australian Stock Exchange under the ASX code VRC. Volt is currently focused on the exploration and development of its wholly-owned Bunyu Graphite Project in Tanzania. The Bunyu Graphite Project is ideally located near to critical infrastructure with sealed roads running through the project area and ready access to the deep-water port of Mtwara 140km away.

In 2018, Volt reported the completion of the Feasibility Study (“FS”) into the Stage 1 development of the Bunyu Graphite Project. The Stage 1 development is based on a mining and processing plant annual throughput rate of 400,000 tonnes of ore to produce on average 23,700tpa of graphite products¹. A key objective of the Stage 1 development is to establish infrastructure and market position in support of the development of the significantly larger Stage 2 expansion project at Bunyu.

¹ Refer to Volt’s ASX announcement titled “Positive Stage 1 Feasibility Study Bunyu Graphite Project” dated 31 July 2018. The Company confirms that it is not aware of any new information or data that materially affects the information included in this document and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.