



06 August 2020

Strandline receives firm commitments for \$18.5m in Share Placement

Proceeds will be primarily used to accelerate the development of Coburn, advancing front end detailed design, long lead procurement and early works construction

Strandline Resources (**ASX: STA**) is pleased to advise that it has received firm commitments totalling \$18.5 million through an oversubscribed Share Placement at 21.5c.

Proceeds of the Placement will be primarily used to advance early works development activities, while finalising project financing of Strandline's Coburn mineral sands project in WA, as well as general working capital across its portfolio of projects including the advanced Fungoni and Tajiri mineral sands projects in Tanzania.

In particular, the proceeds will fund front-end detailed design and procurement of long-lead items, site establishment and early construction works at Coburn.

The Placement was well supported by both existing and new institutional and sophisticated investors. Shaw and Partners acted as Lead Manager and Bookrunner to the Placement with Morgans as Co-Manager.

Strandline Managing Director Luke Graham said: "The strong demand, led by institutional investors, reflects the quality of Strandline's mineral sands projects and enables us to continue to unlock the value of Coburn."

"Coburn is a world-scale project with outstanding forecast financial returns in a Tier-1 location," Mr Graham said.

"This raising means we now have \$23 million cash, which will enable us to undertake detailed design work and procure long-lead items, ensuring we remain on track to capitalise on the emerging demand for mineral sands."

Strandline is making rapid progress in its strategy to develop Coburn, with the Northern Australia Infrastructure Facility (NAIF) recently deciding to provide a A\$150m loan facility for the project.

Earlier this week, Strandline awarded a ~\$23m contract to leading civil and mining contractor Macmahon to construct road access and bulk earthworks at Coburn.

The scope includes construction of a 43km access road connecting the mine with the North West Coastal Highway, installation of other site roads, bulk earthworks pads, dams and drainage.

The award of this contract formed part of Strandline's debt finance conditions precedent and follows the completion of sufficient detailed design and a competitive tender process.

The shares will be issued on or about 12 August 2020 and the issue will be made pursuant to the Company's placement capacity which will result in 44,848,703 shares issued in accordance with Listing Rule 7.1 and 41,010,247 shares issued in accordance with Listing Rule 7.1A. The Company confirms the placement terms are in accordance with ASX Listing Rule 7.1A.

This announcement is authorised for release by the Board of Directors of Strandline Resources Limited.

ABOUT STRANDLINE

Strandline Resources Limited (**ASX: STA**) is an emerging heavy mineral sands developer with a portfolio of 100%-owned development assets located in Western Australia and within the world's major zircon and titanium producing corridor in East Africa.

Strandline's strategy is to develop and operate high margin, expandable mining assets with market differentiation and global relevance.

Strandline's project portfolio contains high quality assets which offer a range of development options and timelines, geographic diversity and scalability. They include two zircon-titanium rich, 'development ready' projects, being the large Coburn Project in Western Australia and the Fungoni Project in central Tanzania, as well as a series of titanium dominated exploration projects spread along the highly prospective Tanzanian coastline, including the advanced and large scale Tajiri Project in northern Tanzania.

Authorised for release by:

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FORWARD LOOKING STATEMENTS

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