

31 October 2018

Indiana obtains loan funding

Indiana Resources Limited (**ASX: IDA**) (the '**Company**') is pleased to announce that, to meet its immediate working capital requirements, it has entered into an unsecured loan agreement for up to \$1,000,000 with Michael George Fotios and associated entities, the Company's major shareholder.

Lenders:	Michael George Fotios and associated entities.
Loan Amount:	Up to \$1,000,000
Interest Rate:	8% per annum and may be capitalised into the Loan amount immediately prior to Repayment or Conversion of the Loan.
Repayment:	Within 10 days of receipt by the Company of sufficient funds from a future capital raising (' Capital Raising ') (the terms of which have not been determined at this date) provided that, if a Capital Raising is not completed by 1 April 2019, then interest, repayment terms and/or conversion of the Loan will be re-negotiated between the parties. The Loan will be repayable upon demand in the discretion of the Lenders until those revised terms are agreed.
Conversion:	<p>The Lenders may give notice to the Borrower ('Conversion Notice') that it wishes to convert all or some of the outstanding balance of the Loan (including any interest payable) into ordinary shares in the Borrower ('Conversion Shares') at the price at which the Capital Raising is to be completed subject to:</p> <ol style="list-style-type: none">The Borrower's available share issuance capacity on the date on which the Lenders deliver to the Borrower a Conversion Notice;Shareholder approval if required;Any issue of Conversion Shares to the Lenders resulting in the Lenders' voting power in the Borrower not exceeding 20%; andCompliance with applicable laws, ASX Listing Rules and regulations.
Use of funds:	The funds will be applied towards the Company's immediate working capital requirements and its African exploration operations.

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For further information, please contact:

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To find out more, please visit www.indianaresources.com.au.