

25th June 2020

Capital Raising Secured and Proposed Options Entitlements Issue

Indiana Resources Limited (ASX: IDA) ('Indiana' or 'the Company') is pleased to advise that it has received commitments to raise \$450,000 (before costs) through a share Placement of 15,000,000 shares at an issue price of \$0.03 per share, representing a small premium to the volume weighted average price over the last 15 trading days prior to the Company's trading halt as per ASX Announcement dated 19 June 2020.

The Placement will be utilised using the Company's placement capacity under ASX Listing Rule 7.1 capacity (to issue 2,000,000 fully paid ordinary shares) and Listing Rule 7.1A Capacity (to issue 13,000,000 fully paid ordinary shares). Shares issued from a Placement will rank equally with fully paid ordinary shares currently on issue and the funds raised from the Placement will be used to:

- Support legal and corporate costs associated with commencing arbitration proceedings against the Government of Tanzania;
- Provide funds to continue with project generation and acquisitions;
- Provide funds to support administration costs for the Mali West Gold Projects; and
- Augmenting of working capital.

The Company received Placement commitments over subscription and applications were scaled back at the Board's discretion. The Company thanks investors for such overwhelming support.

The Company has also resolved to issue 3,000,000 unlisted Options exercisable at \$0.035 with a 24-month expiry from the date of issue, to Ellamar Pty Ltd pursuant to a corporate marketing agreement delivering services relating to investor relations and corporate and strategic marketing of the Company to the equity markets. The Company also agreed to pay a 6% capital raising fee on \$105,000 raised by an AFSL licenced broker.

Attached to this announcement is an Appendix 3B in respect of the proposed issue of 15,000,000 Placement shares to raise \$450,000 (before costs).

The Company also intends to conduct a pro-rata non-renounceable Options Rights Issue on the basis of three (3) new Options for every four (4) existing Shares held at the Record Date at an issue price of \$0.002 per new Option, and an exercise price of \$0.03 expiring 12 months from the date of issue. The Company intends to apply for quotation of the new Options. The Company will provide further details to the market in due course.

This announcement is authorised for release to the market by the Board of Directors of Indiana Resources Limited.

For further information, please contact:

Bronwyn Barnes
Executive Chair
T: +61 (0) 417 093 256

Aida Tabakovic
Company Secretary
T: +61 8 9481 0389