

26 June 2019

SUCCESSFUL COMPLETION OF PLACEMENT

HIGHLIGHTS

- **\$300,000 raised via a Placement to both new and existing sophisticated and professional investors at \$0.024 per share**
 - **Up to \$1.3 million to be raised via a one (1) for every two (2) non-renounceable Entitlements Offer at \$0.024 per share**
 - **Existing loan facility balance to be converted to equity**
 - **Outstanding drawdown amount of \$300,000 to be converted at \$0.060 per share, representing a 150% premium to the offer price; and**
 - **\$18,527.47 of accrued interest to be converted at \$0.024 per share**
 - **Funds to be used to progress exploration activities across Indiana's 363km² strategic landholding in West Mali, advance discussions with the Tanzanian Government on resolving tenure issues at the Ntaka Hill nickel sulphide project, and for general working capital purposes**
 - **Strong near-term newsflow including results for RC drilling program and soil geochemistry expected within 4 weeks**
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Indiana Resources Limited ("**Indiana**" or the "**Company**") (ASX: IDA) is pleased to announce that it has successfully completed the first stage of the Equity Raising with a Single Tranche Placement ("**Placement**") to raise \$300,000 (before costs) representing substantially all of its placement capacity under ASX Listing Rules 7.1 and 7.1A. The Placement introduced a number of new, high quality sophisticated and professional investors.

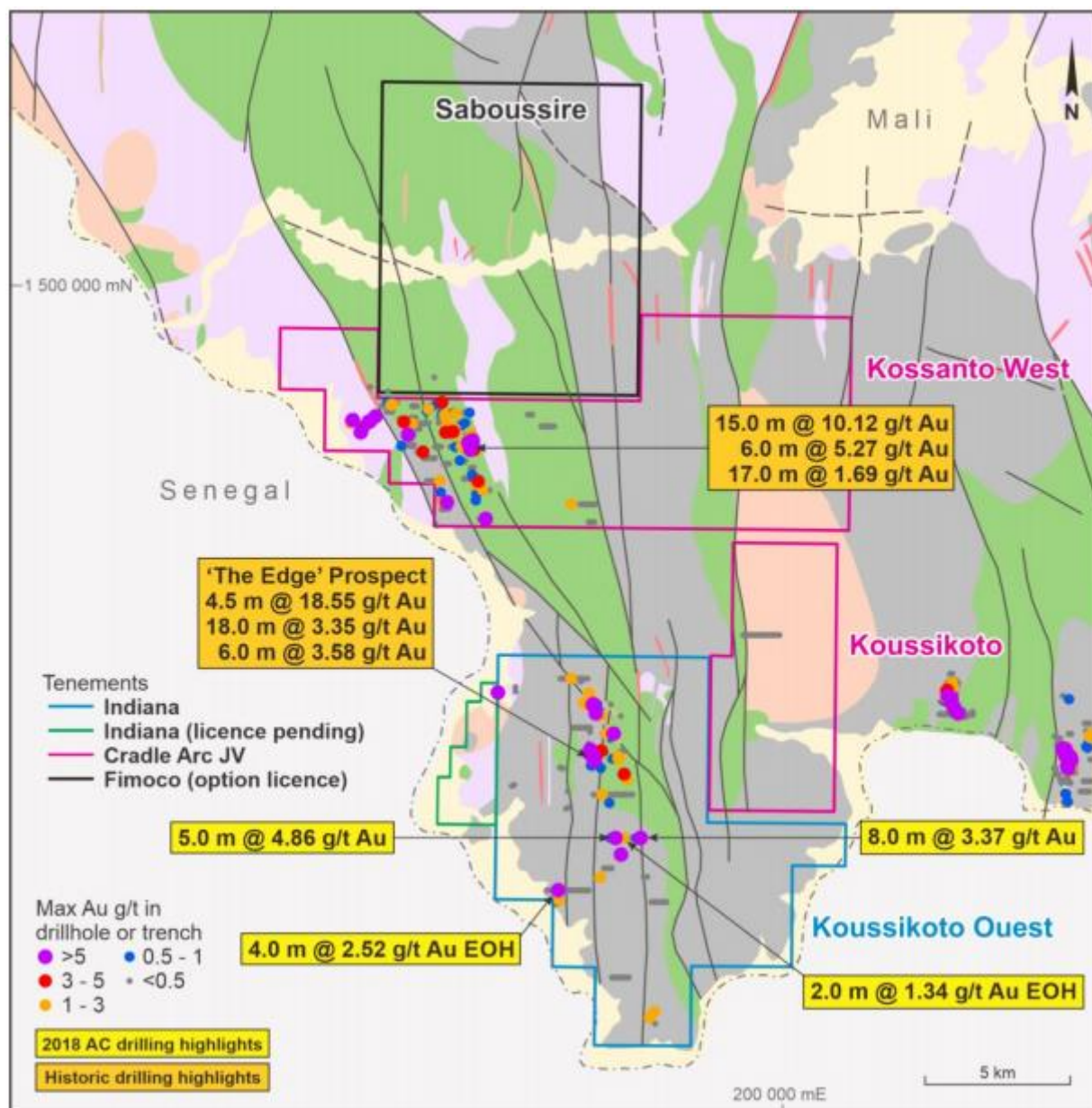
The successful completion of the Placement leaves Indiana well positioned to proceed with the next stage of the Equity Raising, a non-renounceable Entitlements Offer ("**Entitlements Offer**") to existing shareholders to participate on the same price, to raise up to \$1.3 million (before costs).

The Placement together with the Entitlements Offer will raise up to \$1.6 million ("**Equity Raising**") and will enable Indiana to progress exploration activities across its highly prospective 363km² strategic landholding in West Mali, including the drill testing of high priority geochemical anomalies and follow up of significant drill intercepts from previous drilling. The funds will also be used to advance discussions with the Tanzanian Government on resolving tenure issues at the Ntaka Hill nickel sulphide project and for general working capital purposes.

Strong near-term newsflow from a high quality pipeline of advanced gold exploration assets include recently completed 1,700m RC Drilling program completed at Koussikoto Ouest testing high priority soil geochemistry anomalies and follow up significant drill intercepts from 2018 drill program (including 8m @ 3.37g/t Au from 12m and 5m @ 4.86 g/t

Au from 12m) and historic drilling (see Figure 1) . Results from the recently completed RC drilling program and soil geochemistry are expected within 4 weeks.

Figure 1: Indiana West Mali Gold Project showing results of previous drilling and sampling program (Results relating to Kossanto West – see ASX release – 11 September 2018)



Placement

The Placement comprised the issue of 12.5 million fully paid ordinary shares ("**Placement Shares**") at an issue price of \$0.024 to sophisticated investors in Australia, raising \$300,000 (before costs).

The issue price of \$0.024 represents a 20.0% discount to the last closing price of \$0.030 on Friday, 21 June 2019 and a 20.0% discount to the 15-day VWAP up to and including that date of \$0.030.

Placement Shares will rank equally with existing fully paid ordinary shares.

Placement Shares will be issued on or about Tuesday, 2 July 2019 under Indiana's existing Placement capacity under ASX Listing Rules 7.1 and 7.1A. A total of 2,900,523 new shares will be issued under Listing Rule 7.1 and 9,599,477 New Shares will be issued under Listing Rule 7.1A.

Entitlements Offer

The Entitlements Offer will be offered to existing shareholders on a pro-rata basis of one (1) new share for every two (2) ordinary fully paid shares held in the Company on Monday, 1 July 2019 ("**Record Date**"), at an issue price of \$0.024 per share to raise approximately \$1.3 million. The pricing and terms of the Entitlements Offer has been set so that shareholders can obtain new shares at the same price and terms as subscribers under the Placement.

Entitlements may only be exercised by Eligible Shareholders being persons with a registered address on the Company's Share Register in Australia.

The Entitlement Offer shares will be issued pursuant to a disclosure document issued under section 713 of the Corporations Act.

Placement shareholders will not be entitled to participate in the Entitlement Offer.

Conversion of Loan Facility

Indiana entered into an unsecured loan agreement for up to \$1 million with a Lending Syndicate ("**Lender**") on 31 October 2018 ("**Loan Agreement**")¹. To date Indiana has drawn down \$300,000 ("**Outstanding Drawdown Amount**") and will have incurred \$18,527.47 of accrued interest as at Thursday, 8 August 2019 ("**Accrued Interest**") being the date of a planned General Meeting to approve, amongst other resolutions, the conversion of the Outstanding Drawdown Amount and Accrued Interest. Subject to the receipt of Shareholder Approval at the General Meeting planned for Thursday, 8 August 2019 ("**General Meeting**"), Indiana has executed a binding agreement with the Lender to:

- Convert the outstanding drawdown amount of \$300,000 to equity at \$0.060 per share, representing a 150% premium to the Offer Price and resulting in the issue of 5,000,000 ordinary shares; and
- Conversion of accrued interest of \$18,527.47 at \$0.024 per share, resulting in the issue of 771,978 ordinary shares.

These shares will rank equally with existing fully paid ordinary shares.

Director Participation

The Board of Directors of Indiana have indicated that one or more of the Directors intends to participate in the Entitlement Offer and convert outstanding director fees payable to equity at an issue price of \$0.024 per share, being the same price as the new shares issued under the Equity Raising. The conversion of outstanding director

¹ Refer to ASX announcement "Indiana obtains loan funding" dated 31 October 2018

fees payable to equity will be subject to shareholder approval at the General Meeting.

The Company will seek Shareholder approval for the issue of 6,696,653 Shares, (Director Securities) to Directors, Ms Bronwyn Barnes, Messrs Robert Adam and Steven Zaninovich, as payment of directors' fees in lieu of cash consideration for the period ending 30 June 2019. Consequently, no cash payment by way of Director's fees for this period is contemplated. If Shareholders do not approve the issue of the Director Securities, the remuneration will be paid in cash.

Indicative Timetable

Table 1 below outlines the key dates for the Equity Raising.

Table 1: Indicative Timetable

Event	Date / Time ¹ (AWST)
Announcement of the Results of the Placement & Trading Halt Lifted	Wednesday, 26 June 2019
Lodgement of Appendix 3B and Prospectus with ASX and ASIC / Opening date of Entitlement Offer	Wednesday, 26 June 2019
Notice of Entitlement Offer sent to Shareholders	Wednesday, 26 June 2019
New Shares quoted on an 'EX' basis	Friday, 28 June 2019
Record date for determining Entitlements	5:00pm AWST Monday, 1 July 2019
Anticipated Placement manual settlement date	Tuesday, 2 July 2019
Prospectus and Entitlement Offer and Acceptance Form despatched to Eligible Shareholders	Wednesday, 3 July 2019
Last day to extend Entitlement Offer closing date	Wednesday, 17 July 2019
Closing Date	Monday, 22 July 2019
Entity notifies ASX of Shortfall	Thursday, 25 July 2019
Anticipated date for issue of New Shares	Monday, 29 July 2019
Anticipated date for commencement of New Shares trading on a normal settlement basis	Tuesday, 30 July 2019

1. The above timetable is indicative only and subject to change. Indiana, in conjunction with the Lead Manager and Corporate Advisor, reserves the right to amend any or all of these events, dates and times subject to the Corporations Act 2001 (Cth), the ASX Listing Rules and other applicable laws. All times and dates are in reference to Australian Western Standard Time (AWST). Entitlement Offer dates are indicative only and subject to ASX review.

Lead Manager & Corporate Advisor

JP Equity Partners acted as Lead Manager to the Placement and Entitlement Offer.

Discovery Capital Partners acted as Corporate Advisor to the Placement and Entitlement Offer.

FOR FURTHER INFORMATION, CONTACT:

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

COMPETENT PERSON'S STATEMENT

Information relating to historical exploration results is based on information reviewed by Mr Craig Hall, whom is a Member of the Australian Institute of Geoscientists. Mr Hall has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and the activity he is undertaking to qualify as a Competent Person in terms of the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves ('JORC 2012'). Mr Hall consents to the inclusion of the information relating to historical exploration results in this announcement in the form and context in which it appears.

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