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A\$10.0M PLACEMENT TO ADVANCE THE KOBADA GOLD PROJECT

HIGHLIGHTS

- Firm commitments received to raise A\$10.0 million in a two-tranche placement
- Offer price of A\$0.17 per New Share represents a 5.6% discount to the last closing price of Toubani¹ and 10.1% discount to the 10-Day VWAP
- One of the funds of Australian fund manager Paradise Investment Management Pty Ltd ("Paradise") has committed to subscribe for New Shares in the Placement resulting in a pro-forma holding of 9.9% in Toubani on completion of the Offer
- Significant support received from several Australian specialist resources fund managers alongside existing and new institutional and retail investors
- Toubani directors Matt Wilcox, Scott Perry and Phil Russo have subscribed for shares, subject to shareholder approval
- Funds raised will underpin Toubani's dual-track strategy to drive the Kobada Gold Project to shovel-ready status and pursue resource growth opportunities across its highly prospective tenure

Toubani Resources Limited (ASX:TRE) ("Toubani" or the "Company") is pleased to advise that it has successfully raised A\$10.0 million through the receipt of binding commitments for a two-tranche placement of approximately 58.8 million new fully paid ordinary shares ("New Shares") at an issue price of A\$0.17 per New Share ("Offer Price") to institutional, sophisticated, and professional investors ("Placement").

The Placement was strongly supported by both new and existing institutional and sophisticated investors, including several Australian specialist resources fund managers. The Company is also pleased to announce that leading Australian fund manager Paradise has committed to subscribe for New Shares in the Placement resulting in a pro-forma holding of 9.9% in Toubani on completion of the Offer.

Toubani Managing Director, Phil Russo, commented:

"We are humbled by the support received from existing and new shareholders as we welcome several new high-quality institutions to Toubani. We are well positioned to advance our compelling West African gold development project and look forward to delivering an updated feasibility study for Kobada in the coming months. Toubani's dual-track strategy of advancing Kobada to shovel-ready status while pursuing resource growth opportunities offers an exciting future for the Company and our shareholders."

¹ Based on Toubani closing price of A\$0.18 on 16 August 2024.

ASX:TRE

info@toubaniresources.com

1202 Hay Street
West Perth, WA 6005

toubaniresources.com



Use of Funds

Proceeds from the Placement, in conjunction with Toubani's existing cash, will be allocated towards;

- I. Completion of Definitive Feasibility Study ("DFS") to define Kobada as one of the largest oxide development projects in West Africa;
- II. Post DFS activities – finalise outstanding in-country agreements, update permitting, advance environmental & social activities towards Kobada achieving shovel-ready status;
- III. Pursue resource growth:
 - RC drilling of high-priority satellite targets to define additional oxide material;
 - DD drilling to test depth potential below the Kobada deposit given average drill tested depth to date is only ~110m;
- IV. Post-DFS optimisation studies; and
- V. Corporate costs, general working capital and costs of the Placement.

Placement Details

New Shares will be issued in two tranches under the Placement:

- **Tranche 1:** to raise approximately A\$7.2 million via the issue of approximately 42.2 million New Shares under the Company's available placement capacity under ASX Listing Rules 7.1 and 7.1A. Tranche 1 is expected to settle on Tuesday 27 August 2024 with shares expected to be issued on Wednesday 28 August 2024.
- **Tranche 2:** to raise approximately A\$2.8 million via the issue of approximately 16.6 million New Shares subject to shareholder approval at a forthcoming general meeting ("GM"), expected to be held in October 2024.

Company directors intend to subscribe for 1,000,000 shares under Tranche 2 of the Placement for an aggregate amount of A\$170,000, subject to shareholder approval.

The Offer Price of A\$0.17 per New Share represents a 5.6% discount to Toubani's last traded price on ASX of A\$0.18 (as at 16 August 2024) and a 10.1% discount to the 10-day volume-weighted average price ("VWAP") on ASX of A\$0.189 (over the period up to and including 16 August 2024).

Canaccord Genuity (Australia) Limited and Wallabi Group acted as Joint Lead Managers and Bookrunners to the Placement. Euroz Hartleys acted as Co-Manager to the Placement.

About Toubani Resources Limited

Toubani Resources (ASX: TRE) is a development Company with a focus on advancing Africa's next large gold development project with its oxide-dominant Kobada Gold Project. The Company has a highly experienced Board and management team with a proven African track record in advancing projects through exploration, development and into production. For more information regarding Toubani Resources visit our website at www.toubaniresources.com.

This announcement has been authorised for release by the Board of Toubani Resources.

Phil Russo
Managing Director
+61 (0) 478 138 628
phil.russo@toubaniresources.com

Peter Taylor
Investor and Media Relations
+61 (0) 412 036 231
peter@nwrcommunications.com.au

The Company confirms that it is not aware of any new information or data that materially affects the information in the relevant market announcements, and that the form and context in which the Competent Persons findings are presented have not been materially modified from the original announcements.