

Tawana Resources NL
(Incorporated in Australia)
(Registration number ACN 085 166 721)
Share code on the JSE Limited: TAW
ISIN: AU000000TAW7
Share code on the Australian Stock Exchange Limited: TAW
ISIN: AU000000TAW7
("the Company" or "Tawana")

Underwritten Placement to advance Bald Hill and lifting of trading halt

Tawana Resources NL ("Tawana" or the "Company") is pleased to announce that it has received commitments to raise gross proceeds of A\$20 million via the issue of 48,780,488 new fully paid ordinary shares ("Shares") in the Company at an issue price of A\$0.41 per Share ("Underwritten Placement"). The Underwritten Placement was strongly supported by domestic and offshore sophisticated and institutional investors.

The Underwritten Placement follows Tawana's announcement of a merger of equals with SGX-listed Alliance Mineral Assets Limited ("Alliance") to create a midtier lithium producer to be listed on ASX and SGX (refer ASX announcement dated 5 April 2018).

Tawana also intends to place up to a further A\$5 million in gross proceeds to sophisticated and institutional investors ("Conditional Placement"). The Conditional Placement is non-underwritten and conditional on completion of the Alliance Conditional Placement (as defined in Note 1).¹

The Underwritten Placement issue price of A\$0.41 per share represents a 9.9% discount to Tawana's last traded price of \$0.455 on 4 April 2018.

The funds raised under the Underwritten Placement and the Conditional Placement will primarily be used for additional working capital, to enable continued commissioning of the Bald Hill Lithium and Tantalum Mine in Western Australia ("Bald Hill Mine"), resource drilling, capital expenditure including feasibility studies on expansion projects, and other initiatives at the Bald Hill Mine. Tawana's Managing Director, Mr Mark Calderwood said: "We are extremely pleased with the strong support for this capital raising, particularly from some existing domestic institutional shareholders and new Australian and international institutions who have joined the register. The additional capital gives us the flexibility to ramp up operations as we rapidly progress towards the full productive potential of the mine."

Canaccord Genuity (Australia) Limited ("Canaccord") acted as Underwriter, Lead Manager and Bookrunner to the Underwritten Placement and is acting as Lead Manager and Bookrunner to the Conditional Placement. A fee of 5% of the total underwritten amount raised will be paid to Canaccord.

The Underwritten Placement is expected to settle on 16 April 2018 and the new Shares will be allotted on 17 April 2018. Shares under the Underwritten Placement and the Conditional Placement will be issued under Tawana's existing ASX Listing Rule 7.1 placement capacity. For and on behalf of the Board, Mark Calderwood Managing Director

09 April 2018

Sponsor
PricewaterhouseCoopers Corporate Finance (Pty) Ltd