

# Sipa Resources Ltd

14:35 16 Sep 2020

## Sipa Resources secures firm commitments for heavily oversubscribed placement raising \$2.3 million

Sipa Resources Limited (ASX:SRI) has boosted its cash balance with firm commitments from sophisticated and professional investors for a heavily oversubscribed share placement to raise around \$2.3 million.

The company is encouraged by the strong support from existing shareholders which represents a validation of its exploration strategy.

Proceeds of the capital raising will be used for the completion of the company's planned field programs for the remainder of the current financial year including:

- Expansion of the imminent drill program at Wolfe Basin assuming positive results are received;
- Completion of a detailed aeromagnetic survey at Skeleton Rocks;
- Drill programs at Warralong, Skeleton Rocks and Barbwire Terrace (upon grant of tenure); and
- Project generation and general working capital purposes.

### Placement details

Sipa will issue around 32,361,115 fully paid ordinary shares at 7.2 cents per share.

This represents a 17.5% discount to Sipas 5-day volume weighted average price up to and including September 11, 2020, and a 17.7% discount to the 15-day volume weighted average price.

Upon completion of the placement, the new shares will represent around 18.5% of the share capital of the company, which will have 174,637,696 ordinary shares on issue.

Placement of 18,133,457 shares will be issued in accordance with the company's capacity under ASX Listing Rule 7.1 and the remaining 14,227,658 shares will be issued under 7.1A capacity.

New shares will rank equally with existing Sipas ordinary shares quoted on the ASX.

The placement was company-led and supported by Fresh Equities Pty Ltd, which provided a cornerstone bid for the offer.

Sipa Resources is an Australian-based exploration company focused on the discovery of gold and base metal deposits primarily in Western Australia.

**Price:** 0.076

**Market Cap:** \$13.51 m

### 1 Year Share Price Graph



### Share Information

**Code:** SRI

**Listing:** ASX

**52 week High Low**  
0.105 0.027

**Sector:** Gold & silver

**Website:** www.sipa.com.au

### Company Synopsis:

*Sipa Resources Ltd (ASX:SRI) is an exploration company focused on the discovery of gold and base metal deposits.*

action@proactiveinvestors.com.au

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +61 (0)2 9280 0700 [action@proactiveinvestors.com.au](mailto:action@proactiveinvestors.com.au)

### No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.

In exchange for publishing services rendered by the Company on behalf of Sipa Resources Ltd named herein, including the promotion by the Company of Sipa Resources Ltd in any Content on the Site, the Company receives from said issuer annual aggregate cash compensation in the amount up to Twenty Five Thousand dollars (\$25,000).