



**RAFAELLA**  
RESOURCES

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**ASX Announcement | 19 August 2019**  
**Rafaella Resources Limited (ASX:RFR)**

**Rafaella completes \$2.8 million capital raising to accelerate acquisition and development of Spanish tin and tungsten project**

**Extensive drilling campaign to upgrade the existing near surface resource<sup>1</sup> and allow for pit design optimisation to commence within 4 weeks**

**Investment highlights**

- Rafaella has successfully completed a capital raising of \$2.8 million at 20c in connection with its acquisition of Galicia Tin & Tungsten SL (“GTT”), the owner of the Santa Comba tungsten project.
- The raise was supported by shareholders of GTT, local institutions and sophisticated investors, as well as Transamine, an international commodity trader that currently has an offer for offtake in place with GTT
- The funds raised, combined with the current cash balance of over \$3 million, are an important milestone in executing Rafaella’s acquisition and development of a major tin and tungsten project in Spain
- Rafaella is in discussions with contractors in Spain, with a drilling campaign and concurrent feasibility study expected to commence within four weeks

**19 August 2019** – Junior exploration company Rafaella Resources Limited (**ASX: RFR**) (“Rafaella” or “the Company”) is pleased to announce that it has successfully completed a placement to sophisticated and strategic investors (‘the Placement’).

Rafaella has raised approximately \$2.8 million to support its acquisition of GTT and the development of the Santa Comba tungsten project.

**The Placement**

The Placement has raised \$2.8 million (before costs) through the issue of 14 million shares at an issue price of \$0.20 to sophisticated and strategic investors.

GTT owns the Santa Comba tin and tungsten project (‘the Project’) located in northwest Spain. To support the development of the Project, Rafaella initially set out to raise \$2.6 million at \$0.20 per share however due to market demand, Rafaella has increased the amount to \$2.8 million.

Transamine Trading SA (“Transamine”) has agreed with GTT to provide marketing and logistics services to GTT. Furthermore, Transamine Holdings and Investments (“THIL”) agreed to support the Company’s capital raising with a commitment of \$1 million followed by a further \$500,000 upon the delivery of a positive Project feasibility study and the grant of any project financing that allows the Project to proceed to construction.

**Use of funds**

Rafaella is now well-positioned to complete the acquisition of GTT and commence an aggressive drilling program in order to upgrade and expand the near surface JORC Inferred MRE<sup>1</sup> and to feed into the planned pit design optimisation as well as the Project feasibility study.

To this end, the Company has already tendered the drilling programme and is on the ground in Spain finalising the selection of local contractors to commence the drilling campaign within the next four weeks. It is expected that up to 4 rigs will be on site to ensure that the Company completes the programme quickly. With the German Government development funding already secured, subject to a positive feasibility study, and mining approvals in place, the Company intends to fast track the Project through to production and early cash flows.

The terms of the GTT acquisition and its strategic and financial benefits are detailed in the announcement of 27 May 2019 and Investor Presentation of 29 July 2019. Rafaella immediately commenced the capital raising upon the receipt of shareholder approval of the acquisition [ASX Announcement: August 12, 2019].

EverBlu Capital acted as Lead Manager to the Placement and will receive a fee of 6% in relation to funds raised. EverBlu Capital and its Principals will be applying for up to \$300,000 in the placement.

**Rafaella's Executive Director Ashley Hood said:** "We are very pleased to complete a successful capital raising in a time when markets are broadly falling, which is a strong testament to the viability and potential of our Spain-based project. We see significant tailwinds in both the project itself and the tin and tungsten markets and hope that we can immediately begin to increase shareholder value through our acquisition of the project and operations in Europe. I would like to thank the investors that participated in this raising and we look forward to providing updates on the drilling campaign over the coming months."

<sup>1</sup> Refer to ASX announcement released 27/05/19 "Rafaella Resources Signs Heads of Agreement to Acquire 100% Interest in Spanish Tungsten and Tin Project", (pages 2 & 3, Table 1).

**Ends**

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**About Rafaella Resources**

Rafaella Resources Limited (ASX:RFR) is a junior exploration company which owns the McCleery cobalt and copper project in the Yukon territory Canada, and the Sandstone gold project in Western Australia. To learn more please visit: [www.rafaellaresources.com.au](http://www.rafaellaresources.com.au)

**About Galicia Tin & Tungsten**

Galicia Tin & Tungsten (GTT) is a private Spanish registered company that holds the ownership of the physical assets, land leases, licences and mineral rights of the formerly producing Santa Comba mine. To learn more please visit: [www.galiciatinandtungsten.com](http://www.galiciatinandtungsten.com)

### **About Transamine Trading SA.**

Founded in 1953, Transamine ([www.transaminetrading.com](http://www.transaminetrading.com)) is the world's oldest independent and privately held commodities trading company specializing in non-ferrous raw materials. Transamine is headquartered in Geneva, Switzerland, and specialises in all aspects of non-ferrous raw materials production and trade.

### **Competent Persons Statement**

The information in this announcement that relates to Exploration Results and Historical Estimates is based on, and fairly represents, information and supporting documentation compiled under the supervision of Dr Lachlan Rutherford, a consultant to the Company. Dr Rutherford is a Member of the Australasian Institute of Mining and Metallurgy. He has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code). Dr Rutherford consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Mineral Resources and Exploration Targets defined at Santa Comba is based on information compiled by Mr Adam Wheeler who is a professional fellow (FIMMM), Institute of Materials, Minerals and Mining. Mr Wheeler is an independent mining consultant. Mr Wheeler has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (the JORC Code). Mr Wheeler consents to the inclusion of this information in the form and context in which it appears in this report.

GTT confirms that it is not aware of any new information or data that materially affects the information included in this report and confirms that all material assumptions and parameters underpinning the 2016 Mineral Resource Estimate continue to apply and have not materially changed.

### **Forward Looking Statements Disclaimer**

This announcement contains forward-looking statements that involve a number of risks and uncertainties. These forward-looking statements are expressed in good faith and believed to have a reasonable basis. These statements reflect current expectations, intentions or strategies regarding the future and assumptions based on currently available information. Should one or more of the risks or uncertainties materialise, or should underlying assumptions prove incorrect, actual results may vary from the expectations, intentions and strategies described in this announcement. No obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.