

30 August 2023

FULLY SUBSCRIBED PLACEMENT RAISING A\$3.8M

Toubani Resources Inc. (“Toubani” or the “Company”) is pleased to announce that it has received firm commitments for a fully subscribed placement to institutional and sophisticated investors pursuant to s708 of the Corporations Act (Cwth) 2001, raising A\$3.8 million before expenses (“Placement” or the “Offer”).

Toubani’s Chief Executive Officer, Phil Russo, said:

“We are excited to be moving into this phase of Toubani’s evolution underpinned by the recently announced significant oxide gold resource and with a clear line of sight on the potential of Kobada as a gold project dominated by free dig, free milling and soft rock material of scale.

We look forward to surfacing this value and showcasing the attractiveness of Kobada in the months ahead and thank our existing shareholders for their support, while we welcome a number of new shareholders to our register.”

The Placement comprised of the issue of 31,666,667 Chess Depositary Interests (“CDI”) at an issue price of \$0.12 per CDIs (“Offer Price”), which is to be issued across two tranches as described below.

The first tranche of the Placement will utilise the Company’s existing placement capacity under ASX Listing Rule 7.1 and is expected to settle on Wednesday 6 September 2023 with CDIs expected to be issued on 7 September 2023 (“Tranche 1”).

The second tranche of the Placement will comprise of the issue of 13,420,151 CDIs to institutional and sophisticated investors and will be subject to shareholder approval at a forthcoming General Meeting (“GM”) (“Tranche 2”). Additionally, Company directors’ will be subscribing for 2,916,667 CDIs under Tranche 2 of the Placement for an aggregate amount of A\$350,000 that will be subject to shareholder approval.

The Offer Price of \$0.12 per CDI represents a 14.3% discount to the last close on 25 August 2023 and a 13.9% discount to the 5-day volume weighted average price.

Specific details for each tranche of the Placement are set out in the table below:

Description	Number of CDIs to be issued	Funds to be raised (A\$)
Tranche 1	15,329,849	\$1,839,582
Tranche 2 (including Directors)	16,336,818	\$1,960,418
Total	31,666,667	\$3,800,000

Proceeds from the Placement will be applied to:

- Completing an optimized Definitive Feasibility Study for the Kobada Gold Project, a large-scale oxide gold development project;
- Inferred resource conversion RC drilling at Kobada Main deposit;
- Select regional explorational drilling at high priority targets; and
- General working capital and transaction costs.

Canaccord Genuity (Australia) Limited (“Canaccord”) and Bell Potter Securities Limited (“Bell Potter”) acted as joint lead managers and bookrunners to the Placement.

This announcement was authorised for release to the ASX by the Board of Toubani Resources Inc.

For more information:

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About Toubani Resources

Toubani Resources (ASX:TRE) is an exploration and development Company focused on advancing Africa’s next gold development project with its oxide-dominant, free-milling and permitted 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.

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