

11 September 2018

ASX Release

## Baraka Energy & Resources Ltd - Capital Raising via Share Purchase Plan

Baraka Energy & Resources Ltd (ASX:BKP) (**Company**) is pleased to announce that, as per its previous announcement on 17 August 2018, the Company intends on continuing its strategic focus on vanadium and its involvement with the Philippine Iron Sands-Vanadium Magnetite Project (**Company Campaign**). In order to conduct the Company Campaign, the Company intends to raise funds via a share purchase plan and aims to raise up to \$1,500,000 but may determine to raise a higher amount or scale back applications at its discretion (**Share Purchase Plan**).

### Company Campaign

The Company Campaign will involve:

- a review of the technical aspects and legal structure of its investment in the Philippine Iron Sands-Vanadium Magnetite Project including the analyses of the historical drilling data and drill cores and all available technical information;
- a strategic review of the Company's investment in the Georgina Basin exploration permit EP127 and the consideration of a potential farm-in partnership; and
- the review of other projects that are considered highly prospective for vanadium that are complementary to the Company's ongoing focus. .

### Indicative Use of Funds

The Company intends that the funds raised from the Share Purchase Plan will be primarily used to implement the Company's Campaign, and otherwise for working capital purposes, as follows (assuming a total of \$1,500,000 is raised):

Use of Funds	\$
Continued review of the Philippine Iron Sands-Vanadium Magnetite Project	\$500,000
Review of other advanced vanadium projects	\$350,000
Review of exploration permit EP127 in the Northern Territory	\$150,000
General working capital requirements	\$500,000
<b>Total</b>	<b>\$1,500,000</b>

*The above table is a statement of current intentions as at the date of this Announcement. As with any budget, intervening events and new circumstances have the potential to affect the manner in which the funds are ultimately applied. The Board reserves the right to alter the way the funds are applied on this basis.*

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## Share Purchase Plan

The Company is pleased to announce that it will allow each eligible shareholder to participate in a Share Purchase Plan by purchasing up to \$15,000 worth of ordinary shares at \$0.006 per share. The Company intends to raise up to \$1,500,000 pursuant to the Share Purchase Plan however the Company may in its absolute discretion determine to raise a higher amount or scale back applications.

Shareholders will have the opportunity to subscribe for shares in the following parcels:

Parcel	Subscription Price	No. of Shares
Offer A	\$2,000	333,333
Offer B:	\$5,000	833,333
Offer C:	\$10,000	1,666,666
Offer D:	\$15,000	2,500,000

The Share Purchase Plan will allow smaller shareholders the opportunity to increase their investment in the Company at an attractive price.

The offer under the Share Purchase Plan will open on Thursday 13 September 2018 and will close on Wednesday 26 September 2018. Eligible shareholders are those who are registered holders of share in the Company at 5.00pm (WST) on Monday 10 September 2018. The above dates are indicative only and are subject to change at the Company's discretion. The Company reserves the right to scale back the offer, accept oversubscriptions, or close the offer early.

Full details of the Share Purchase Plan, including an indicative timetable and the Plan's terms and conditions will be provided shortly in a subsequent announcement.

Yours faithfully



Anna MacKintosh  
Company Secretary  
Baraka Energy & Resources Ltd