



## TANGA RAISES \$1.8M TO ACCELERATE EXPLORATION AT HAGENHOF COPPER PROJECT, NAMIBIA

### Highlights

- Commitments received for a Placement to raise approximately \$1.8 million
- LSE listed Capital Drilling to become a cornerstone investor with ~14% shareholding in Tanga
- Strengthened balance sheet will allow Tanga to rapidly advance the Hagenhof Copper Project
- Drilling is continuing at the Hagenhof Copper Project with approximately 1,976m completed of a total 3,000m drill program to test several other copper and gold targets.
- Follow up RC drilling planned for the current program underway to define the extent of known copper mineralisation at Main Gossan, where maiden diamond drilling has intersected massive sulphide quartz breccia, with significant copper results including<sup>1</sup>:
  - 17m @ 0.82% Cu from 111m downhole (HDD004), incl.  
9m @ 1.1% Cu from 119m (incl. 1m @ 2.44% Cu from 127m)
  - 24m @ 0.54% Cu from 86m downhole, (HDD002), incl.  
1m @ 1.38% from 89m, 1m @ 1.73% Cu from 95m and 1m @ 1.84% Cu from 105m
- Future drilling and exploration to focus on:
  - Down hole electro-magnetic (DHEM) work at Main Gossan and Liv's Hill.
  - Step out and infill drilling Main Gossan, Liv's Hill, Jette's Hill and Copper Cap at Hagenhof.
  - Maiden drilling targeting orogenic gold under calcrete cover at Katerina Project in joint venture with Epangelo Mining Limited.
- Tanga currently holds a total ground position on the Damara Belt, Namibia of over 1,700km<sup>2</sup>.

Tanga Resources Ltd (ASX: TRL) ("Tanga" or the "Company") is pleased to announce that it has secured commitments for a placement to raise approximately \$1.8 million (before costs) through the issue of approximately 600 million shares in the Company (**New Shares**) at an issue price of 0.3 cents per New Share (**Placement**).

Matthew Bowles, CEO of Tanga Resources Ltd said:

*"This is an exciting time for Tanga, with the first few holes from Main Gossan returning encouraging copper results and visual mineralisation from drilling at some of our other prospects, highlights the potential for a new copper discovery to be made at Hagenhof."*

*The strong support for the Placement not only confirms our strategy of focusing on the exploration potential in Damara Belt, but allows us to undertake a significant drilling program at Hagenhof and follow up on the exciting copper results received to date. I would like to thank our existing shareholders who supported this raising and also welcome our new shareholders, including Capital Drilling, who we have a long standing relationship with through our activities in Africa and have taken a cornerstone position in the Placement.*

*We look forward to providing further updates from the ongoing drill program to the market in the coming weeks."*

<sup>1</sup> Refer to ASX Announcement 21 August 2019

## New Cornerstone Investor

As part of the Placement, Capital Drilling will become a substantial cornerstone investor holding approximately 14% in Tanga (subject to shareholder approval of Tranche 2, as described below)

Capital Drilling is a company listed on the London Stock Exchange and has a focus on drilling in Africa. Capital Drilling commenced operations in 2005 and has a fleet of 91 rigs, offering a range of services across exploration drilling, delineation drilling, underground, grade control and blast hole drilling, as well as ancillary services including minerals laboratory testing. The company has extensive operations across the African continent including Egypt, Botswana, Tanzania, Mali, Mauritania, Cote d'Ivoire and Burkina Faso, employing over 1,000 people in Africa. Capital Drilling is an investor and partner with a number of early-stage exploration companies and provides ongoing support to assist the management teams in their exploration activities.

## Use of Funds

The majority of funds raised from the Placement will be used for work programs at the Hagenhof Copper Project and Katerina Project. Funds will be applied to activities including:

- Down hole electro-magnetic (DHEM) work at Main Gossan and Liv's Hill, Hagenhof;
- Reverse circulation and diamond drilling at Hagenhof;
- Exploration and auger drilling at Katerina Project;
- Assay work, preliminary metallurgical studies; and
- General working capital.

## Exploration activities

The majority of exploration funds will be applied to the following projects:

### *Hagenhof Copper Project – Main Gossan*

Assay results received for the first four holes diamond holes drilled at Main Gossan was announced to the ASX on 21 August 2019. This drilling was targeting a prominent ground magnetic anomaly and has returned copper mineralisation consisting of a coarse grained pyrrhotite-chalcopryrite within quartz-carbonate breccia, hosted in Neoproterozoic turbiditic and calcareous meta-sedimentary rocks. Results included:

- 17m @ 0.82% Cu from 111m downhole (HDD004), incl.  
**9m @ 1.1% Cu from 119m (incl. 1m @ 2.44% Cu from 127m)**
- 24m @ 0.54% Cu from 86m downhole (HDD002), incl.  
**1m @ 1.38% from 89m and 1m @ 1.73% Cu from 95m and 1m @ 1.84% Cu from 105m**

Drilling has confirmed that the mineralisation at Main Gossan, which outcrops from surface, remains open up dip and down plunge, with grade improving at depth. Follow up drilling at Main Gossan is planned as part of the current drill program underway.

The funds raised from the placement will be applied to down hole electro-magnetic (DHEM) work at Main Gossan (and also Liv's Hill refer below) to potentially identify conductors and infill and step out drilling.

### *Hagenhof Copper Project Liv's Hill, Jette's Hill, Copper Cap and Hagenhof Regional*

Drilling is continuing at several other exciting targets at Hagenhof, that have had no previous drilling. At Jette's Hill, RC drilling has tested outcropping mineralisation and at Liv's Hill RC drilling has tested a prominent magnetic anomaly coinciding with a large interpreted structural domal feature, has now been completed, with pyrrhotite-chalcopryrite mineralisation observed in RC chips from both prospects.



The funds raised from the placement will be applied to further drilling and exploration at each of these targets and surrounding regional exploration.

### *Katerina Project*

The Katerina Project is under an earn-in and joint venture agreement with Epangelo Mining Limited, a private mining investment company with the Government of the Republic of Namibia as the sole shareholder. One of the licences within the JV agreement EPL 4833 is located on the major Otjijhorongo Thrust with aeromagnetic data showing it is intersected by a NNE/SSW basement structure that continues north into Hagenhof (Refer to Figure 2). A number of historic regional copper and gold occurrences are reported on the Licences, however there has been no modern exploration

A maiden drilling campaign is planned to be undertaken at the Katerina Project targeting orogenic gold under thick calcrete cover, subject to the renewal of the licence by the Ministry of Mines.

### **Placement**

The Company intends to raise a total of approximately \$1.8 million (before costs) by issuing 600 million New Shares at a price of 0.3 cents per New Share. The Placement is being made to both new and existing, sophisticated and institutional investors and shall be completed in two tranches.

The Company will issue up to a total of 308,256,865 New Shares at an issue price of 0.3 cents per New Share to raise approximately \$925,000 (before costs) (Tranche 1). Tranche 1 New Shares will be issued under the Company's Listing Rule 7.1 placement capacity of (180,954,119) and 7.1A placement capacity of (127,302,746). Tranche 1 New Shares are expected to be issued on or around the 30 August 2019

The balance of the Placement, comprising a further 291,743,135 New Shares shall be issued at the same price and terms as Tranche 1 to raise approximately an additional \$875,000 (before costs) (Tranche 2), will be subject to shareholder approval. The Company is currently arranging for a general meeting of shareholders to be held around late September, early October 2019, to seek approval to issue the shares under Tranche 2. Settlement of Tranche 2 shares are anticipated to settle within 5 days of approval of the meeting of shareholders.

This announcement effectively ends the Company's voluntary suspension.

For additional information on Tanga and the Company's project please visit: [www.tangaresources.com.au](http://www.tangaresources.com.au)

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### **Competent Person Statement**

The information in this report that relates to the exploration results, geology and geophysical interpretation was based on material compiled by John Stockley. Mr Stockley is a Member of the Australian Institute of Geoscientists and is a Director of Tanga Resources Limited. Mr Stockley has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which was being undertaken to qualify as Competent Person as defined in the 2012 Edition of the JORC "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Stockley consents to the inclusion in this report of the matters based on his information in the form and content in which it appears and confirms that the information in this report is an accurate representation of the available data and studies for the project.

### **Previously Reported Results**

There is information in this report relating to exploration results which were previously announced on 15 August 2018, 16 October 2018, 15 April 2019, 28 May 2019 and 21 August 2019. Other than as disclosed in those announcements, the Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements.



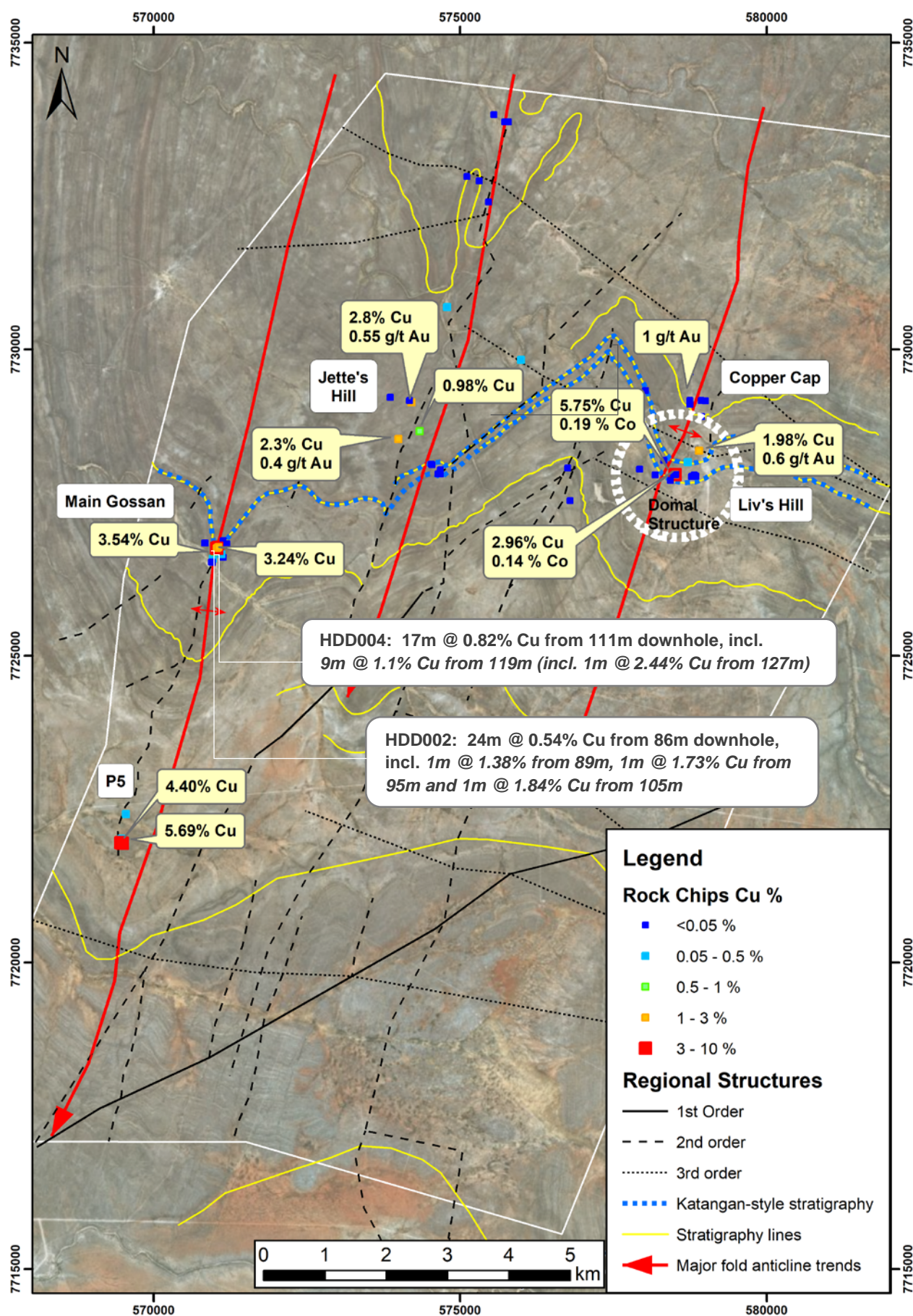


Figure 1. Multiple copper targets at Hagenhof over a +8km stratigraphic copper bearing 'Katangan style' horizon.



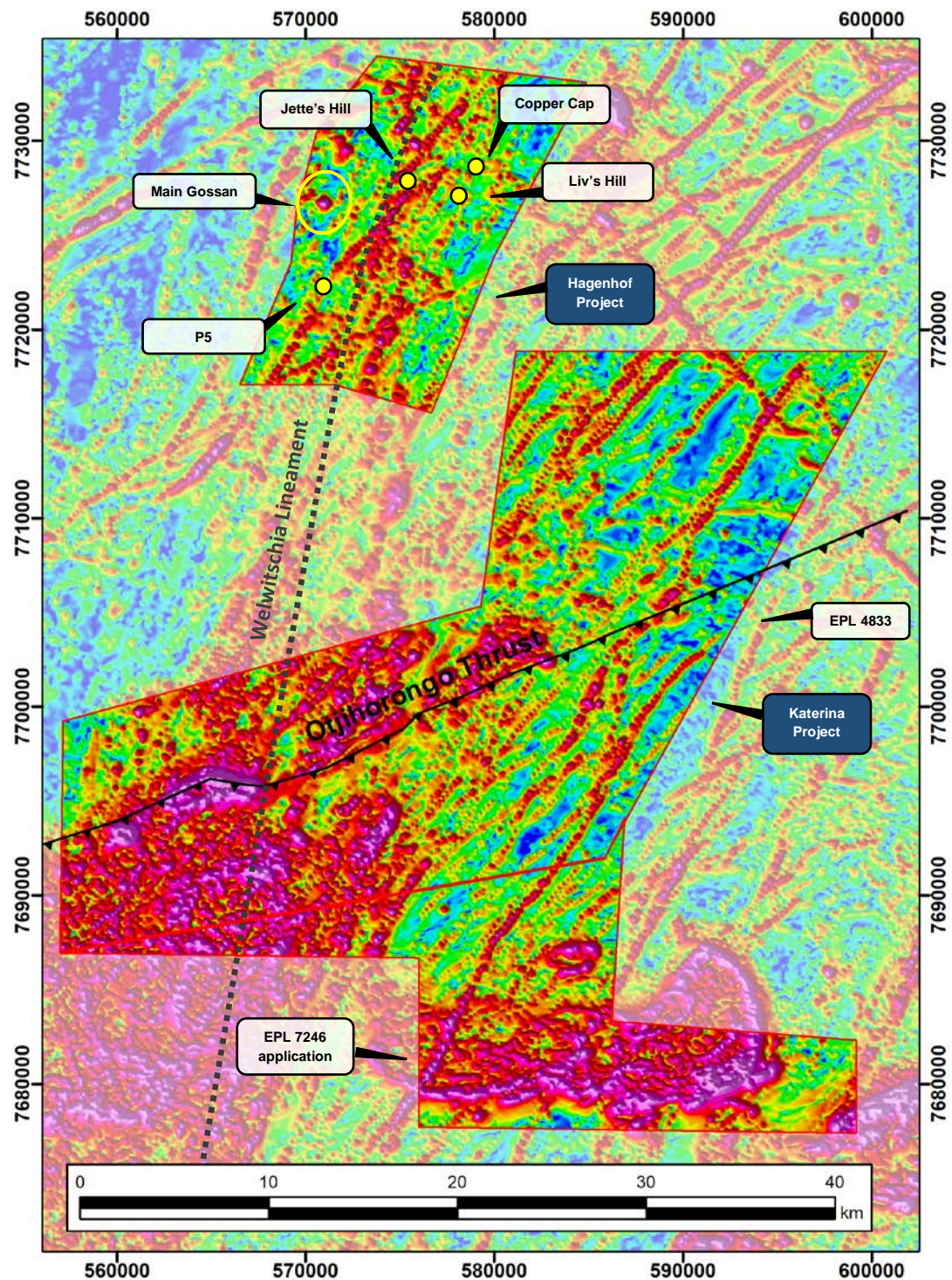


Figure 2. Regional aeromagnetic data over(EPL 4833 and EPL application 7246) Katerina Project showing the major Otjihorongo Thrust intersected by the proximal NNE/SSW Welwitschia Lineament that continues north into the Hagenhof Project (EPL 6226).



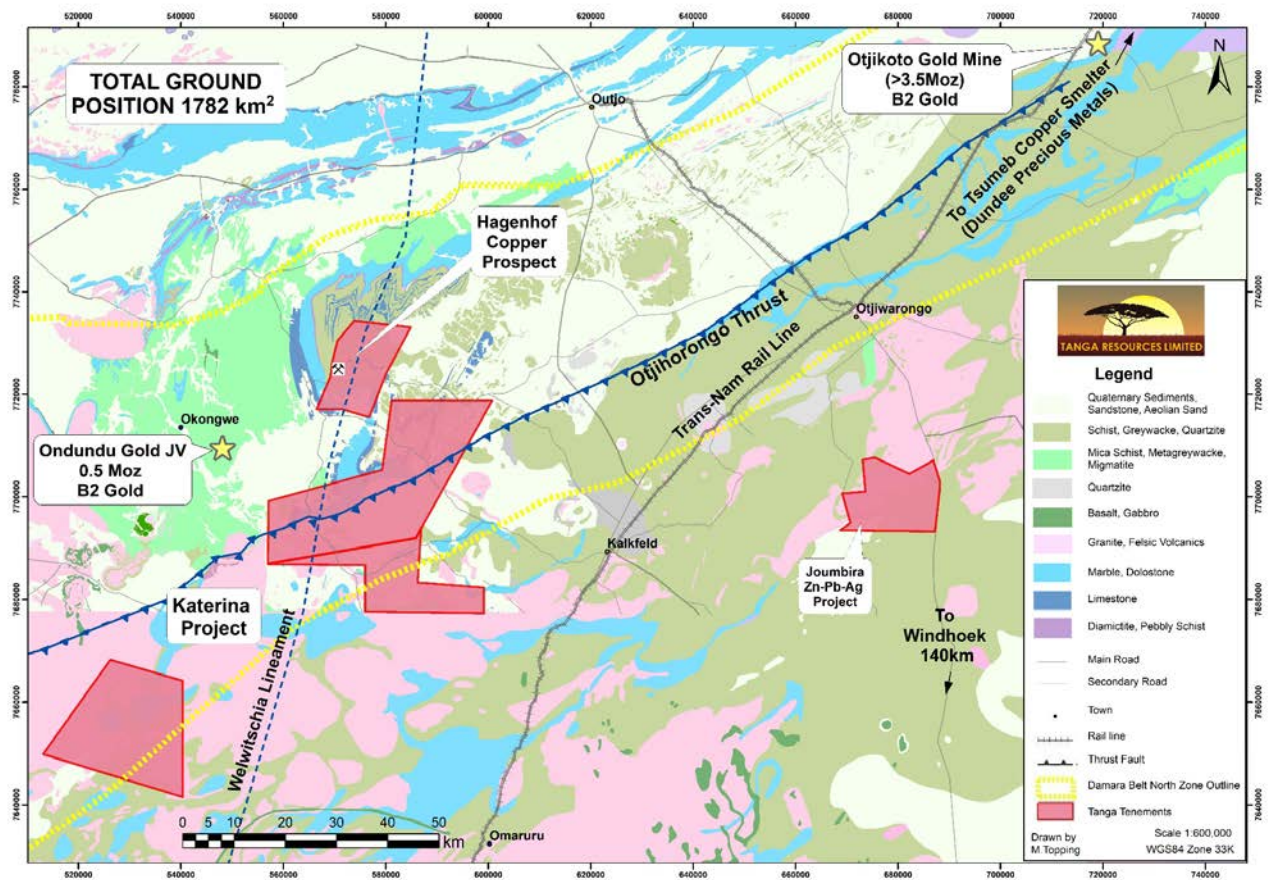


Figure 3. Location of Tanga's Projects on the Damara Belt Namibia, and surrounding infrastructure.

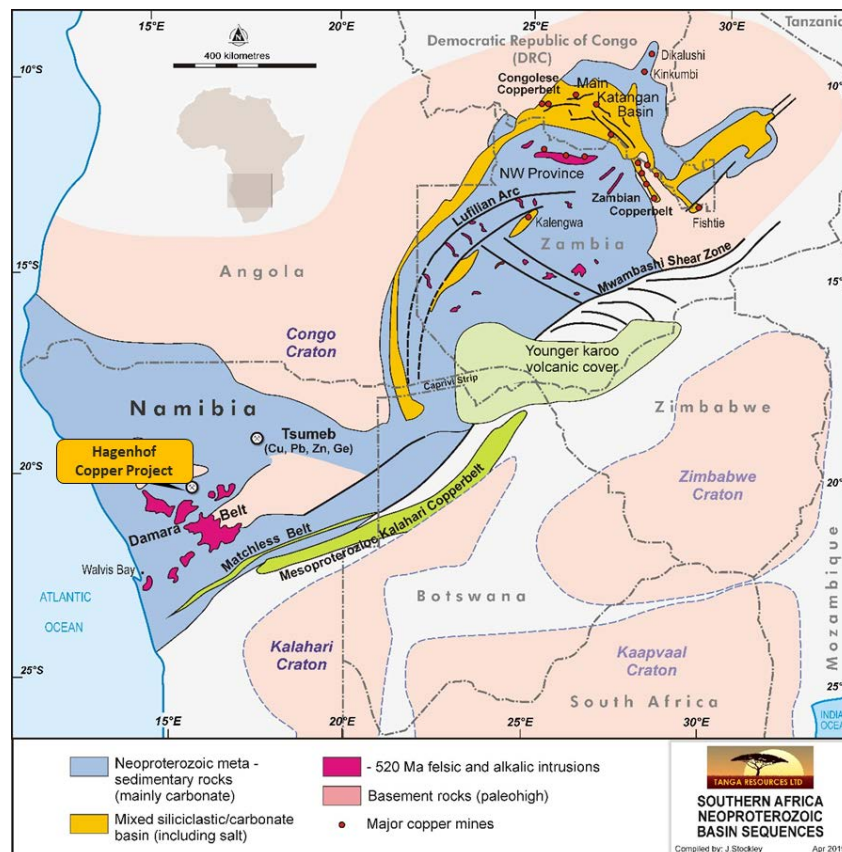


Figure 4. Location of Tanga's Projects in Namibia.