



4 July 2019

KALAMAZOO RESOURCES RAISES \$1.2 MILLION

HIGHLIGHTS

- \$1.2 million raised via a strongly supported placement to corporate, institutional and sophisticated investors
- Funds will be used to advance work on the Company's Victorian Gold Projects

Kalamazoo Resources Limited (**ASX: KZR**) ("Kalamazoo" or "Company") is pleased to advise that it has received firm commitments to raise \$1.2 million (before costs) via a placement of 10,000,000 ordinary fully paid shares ("Shares") and 5,000,000 attaching unlisted options ("Options") ("Placement").

The Shares will be issued at \$0.12 per Share along with a one for two attaching Option exercisable at \$0.25 and expiring one year from the date of issue.

The Placement is being made at a 1.3% discount to the 15 day VWAP (Volume Weighted Average Price) and a 20% discount to the closing price of \$0.15 for Kalamazoo shares on Monday 1 July 2019.

Following the completion of the Placement, Kalamazoo will have a cash balance of \$1.8m with an expected further \$5m of receivables over the next 18 months from the Company's recent sale of its Snake Well Gold Project (KZR: ASX 12th February 2019).

The funds raised will be used to advance exploration programs across the Company's Victorian Gold Projects. In particular low impact Induced Polarisation and Ground Magnetic Surveys at several high-ranking prospects at the Wattle Gully (EL006679) and Tarnagulla Central (EL006780) Gold Projects as well as the South Muckleford (EL006959) and Wattle Gully South (EL006752) exploration tenements as soon as these are granted (Figure 1 Location Map).

The ultimate aim of these geophysical surveys is to identify and map potentially gold mineralised reefs for further evaluation and future drill testing.

Kalamazoo acknowledges and thanks Taylor Collison in facilitating the Placement as Lead Manager.

Kalamazoo's Chairman, Mr. Luke Reinehr, commented: "We are very pleased with the immediate support we have received from institutional and sophisticated investors. Driven by Kirkland Lake's tremendous results at its nearby Fosterville Gold Mine to our north-east, there is very strong

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interest in our Castlemaine Gold Project and expanding exploration assets in the immediate area. This fundraising enables Kalamazoo to continue to expand its exploration programs with advanced technologies designed to identify gold bearing mineralisation for our planned diamond drilling.”.

The Placement has been undertaken using the Company’s available placement capacity under ASX Listing Rule 7.1 and 7.1A as follows:

- 1,051,142 Shares and 5,000,000 Options pursuant to Listing Rule 7.1
- 8,948,858 Shares pursuant to Listing Rule 7.1A

The Company will lodge an Appendix 3B and make the relevant disclosures on receipt of cleared funds.

As announced on 28th June 2019 Kalamazoo has been successful in its application to participate in the Junior Minerals Exploration Incentive (“JMEI”) scheme for the 2020 financial year. Prior to the end of the 2020 financial year the Company will determine whether to create and issue JMEI credits to eligible investors.

For further information, please contact:

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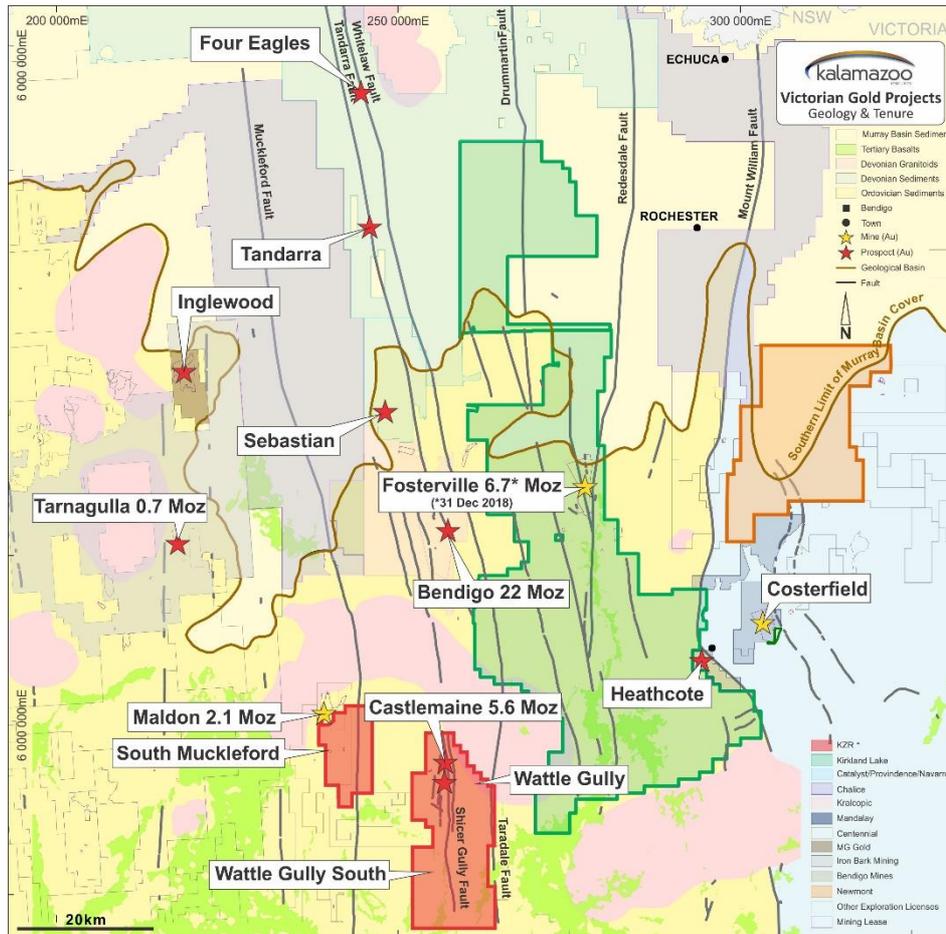


Figure 1: Central Victoria regional gold tenure with Kalamazoo's Castlemaine Gold Project and South Muckleford Gold Project in red