

ASX Announcement & Media Release

Loan Facility Secured

Kula Gold Limited (ASX: KGD) (“Kula” or “the Company”) advises that Kula and Geopacific Resources Limited (ASX: GPR) (“Geopacific” or “the Lender”) entered into a Loan Facility Agreement (“Loan Agreement”) on 19 December 2017 on the following terms:

- The Loan Agreement provides for a loan of up to A\$500,000 (“Loan Facility”). Funds will be made available on a draw down basis in accordance with an agreed budget for the purposes of working capital.
- The Loan Facility is unsecured and free from costs or interest.
- The Loan Facility matures 12 months after the date of the Loan Agreement or other such date agreed by the parties, repayable at the date of maturity.
- The loan is convertible at the Lenders election at market pricing, subject to obtaining all necessary regulatory approvals.
- The Lender’s may, at its election, set off all or a portion of the loan against the obligation under the Farm-in Agreement to apply for a placement of \$300,000.

This Loan Facility Agreement provides the Company with working capital for the next 12 months.

Contact:

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