

ASX Announcement & Media Release

Second Supplementary Bidder's Statement

The Board of Kula Gold Limited (ASX:KGD, **Kula**) advises that on 27 July 2017 Geopacific Resources Limited (**GPR**) lodged their Second Supplementary Bidder's Statement (**SSBS**) increasing the offer.

The significant changes to the takeover offer are:

- **The offer is 1 GPR share for 1.1 Kula shares**
- **The offer is unconditional**
- **The offer closing date has been extended by four weeks to 1 September 2017**

The Increased Offer is at a discount to the value weighted average price (VWAP) of Kula shares on the ASX, as shown below:

Company	Cents per share		
	5 day VWAP	10 day VWAP	30 day VWAP
Kula shares	2.98	2.90	2.95
Implied value of 1.1 Kula shares	3.28	3.19	3.24
GPR shares	2.91	2.88	2.95
Discount on VWAP of offer of 1 GPR share for 1.1 Kula shares (cents)	0.37	0.31	0.29
Percentage discount on VWAP of offer of 1 GPR share for 1.1 Kula shares	11.1%	9.7%	9.1%

Kula is reviewing the SSBS in conjunction with its advisers and will lodge the Supplementary Target's Statement in due course but in the meantime, advise Kula shareholders to **TAKE NO ACTION**.

For further information please visit our website at www.kulagold.com.au or contact:

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