



Westpac provides Nullagine debt

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WEDGTAIL Exploration has cleared the final financing hurdle and secured \$42 million for the development of its Nullagine gold project in Western Australia, which is expected to come online late next year.

Westpac Institutional Bank has agreed to provide the debt financing facility, comprised of a term facility and a subordinated loan, revolving credit facility, performance bond facility and gold hedging.

The debt facility wraps up the funding package for the Nullagine project after Wedgetail completed an \$18.7 million equity raising two weeks ago.

The Nullagine project is expected to cost in the order of \$43 million to get off the ground and is pegged to produce about 70,000 ounces per annum over an initial five-year period. Cash costs are estimated at \$539 per ounce.



Wedgetail said the surplus funds would allow for ongoing exploration.

Meanwhile, major shareholder LinQ Resources Fund has elected to convert two \$2.5 million convertible notes at 22c per share. Wedgetail will issue LinQ Resources 20 million shares to satisfy the conversion lifting the fund's holding in Wedgetail to 29%.

Shares in Wedgetail remained unchanged during morning trade at 24.5c, capitalising the company at \$52 million.

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