

CONTROLLED PLACEMENT FACILITY

- **Acuity Capital provides placement facility of up to \$2 million**
- **N27 retains control over the process**
- **Provides access to funding for exploration activities and working capital**

Northern Cobalt Limited (**N27** or **Company**) is pleased to announce the execution of a controlled placement agreement (CPA) with Acuity Capital that provides up to \$2 million of standby equity capital to 31 December 2020.

Under the terms of the CPA, N27 retains full control of all aspects of the placement process: having sole discretion as to whether or not to utilise the CPA, the quantum of issued shares, the minimum issue price of shares and the timing of each placement tranche (if any).

There are no obligations on N27 to utilise the CPA and the Company may terminate the CPA at any time with 5 Business Days' notice, without cost or penalty. Acuity Capital and the CPA do not place any restrictions at any time on N27 raising capital through other methods.

If the Company elects to utilise the CPA, N27 is able to set a floor price (at its sole discretion) and the final issue price will be calculated as the **greater** of that floor price and a price of up to a 10% discount to a Volume Weighted Average Price (VWAP) over a period of N27's choosing (again at the sole discretion of the Company).

Capital provided (if any) under the CPA will principally be used to provide funding for the Company's exploration activities and for general working capital.

As collateral for the CPA, N27 has agreed to place 2,500,000 fully paid ordinary shares at nil consideration to Acuity Capital (Collateral Shares) under N27's Listing Rule 7.1 placement capacity. The Company may, at any time, terminate the CPA and buy back the Collateral Shares for nil consideration (subject to shareholder approval).

For further information please contact:

Michael Schwarz
Managing Director, Northern Cobalt Ltd
M: +61 (0) 402 101 790

Jarek Kopias
Company Secretary, Northern Cobalt Ltd
M + 61 (0) 418 823 574

E: mschwarz@northerncobalt.com.au

E: jkopias@northerncobalt.com.au

CAPITAL STRUCTURE

Ordinary Shares
Issued 53.8 M

Options and rights
Listed options 6.3 M @ 20c
Unlisted options 12.3 M @ 25c
Unlisted rights 2.5 M

Performance Shares

Class A 9.6 M
Class B 3.6 M

Last Capital Raise

24 April 2018 - SPP
\$0.6M @ 35c

BOARD

Len Dean - Chair
Michael Schwarz - MD
Duncan Chessell - NED
Andrew Shearer - NED
Jarek Kopias - Co Sec