



**20 September 2021**

## UNMARKETABLE PARCEL SHARE SALE FACILITY

Metallica Minerals Ltd (ASX: MLM) is pleased to announce that it has established a Share Sale Facility for holders of Unmarketable Parcels of shares in the Company (**Facility**).

The Company is providing the Facility to holders of Unmarketable Parcels to sell their shares without incurring any brokerage or handling costs that could otherwise make a sale of their shares uneconomic or difficult. The Company will organise remittance of sale proceeds for those shareholders who participate in the Facility.

The Company values its shareholders and by making this Facility available the Company expects to reduce the administrative costs associated with maintaining a number of small holdings.

The ASX Listing Rules define “Unmarketable Parcel” as one with a market value of less than A\$500. As at market close on 17 September 2021 (**Record Date**) an unmarketable parcel of shares in the Company is any shareholding of 16,666 shares or less, based on the closing price of 3 cents per MLM share. This represents 5,965,997 ordinary shares in MLM, held by 944 shareholders (representing approximately 1% of the total number of shareholders presently holding shares in the Company).

Under the Facility, your Shares will be sold on market by the Company (acting as your agent) to private investors. The Company has obtained indicative support from sophisticated investor clients of Mahe Capital Pty Ltd for this purpose. These investors supported the Company’s recently completed rights issue.

The price at which shares will be sold will be determined by market conditions at or around the Closing Date of the Facility and may be different from the market price prevailing at the time. All shareholders who sell their shares through the Facility will receive the same price per share.

If on the Closing Date the value of your shares has increased such that you no longer have an Unmarketable Parcel (e.g. due to an increase in the Company’s share price or the number of shares you hold) your shares will **NOT** be sold.

A summary of the key dates in relation to the Facility is as follows:

Event	Date
Unmarketable Parcels Record Date	17 September 2021
Unmarketable Parcels Announcement to ASX	20 September 2021
Letters sent to shareholders holding Unmarketable Parcels	27 September 2021
Closing Date for receipt of Share Retention Form	9 November 2021

Attached is a copy of the Letter to be sent to all shareholders holding an Unmarketable Parcel of the Company's shares as at the Record Date.

This announcement has been approved in accordance with the Company's published continuous disclosure policy and has been approved by the Board.

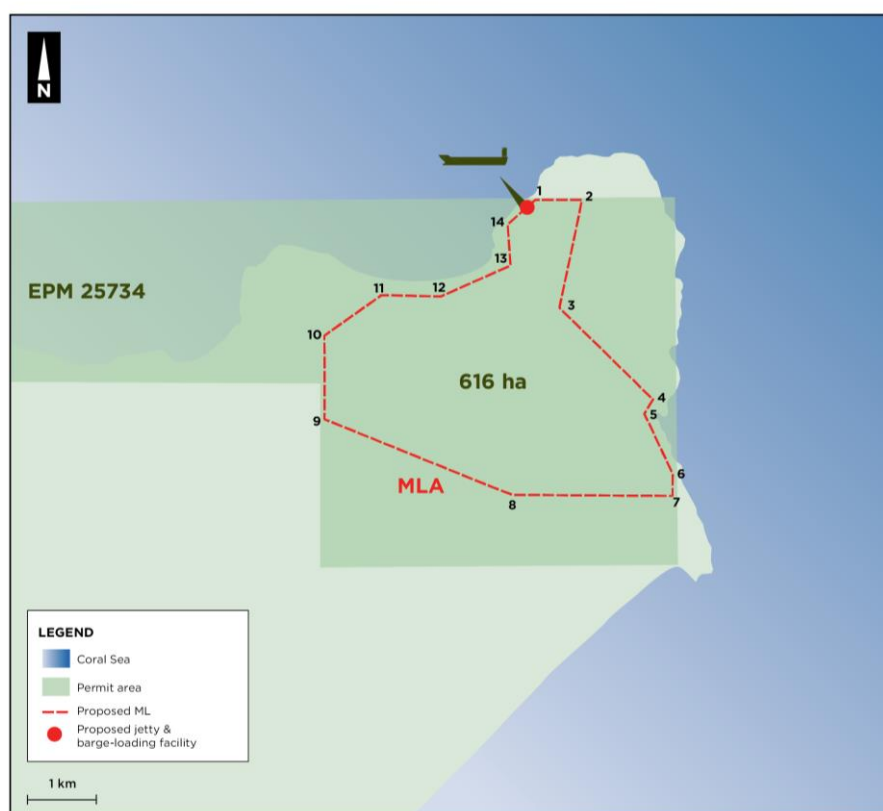
For further information, please contact:

**Mr Theo Psaros**  
**Executive Chairman**  
**+61 (7) 3249 3000**

**Mr Scott Waddell**  
**CFO & Company Secretary**  
**+61 (7) 3249 3000**

### **About Metallica's Cape Flattery Silica Sand (CFS) Project**

Metallica's 100% owned Cape Flattery Silica Sands (CFS) project is adjacent to the world class Cape Flattery Silica Sand mining and shipping operation owned by Mitsubishi. Exploration drilling to date has now confirmed that the sand dunes within EPM 25734 contain high purity silica sands with an in-situ quality which is understood to be comparable to Mitsubishi's Cape Flattery Silica Mine. On 15 June 2021 the Company announced that it had lodged a Mine Lease Application for the project.



**Map 2 – Cape Flattery Silica Sand project MLA area boundary and EPM**



27 September 2021

Dear Shareholder

## SALE OF YOUR UNMARKETABLE PARCEL OF SHARES IN METALLICA MINERALS

I am writing to advise that Metallica Minerals Limited (**Metallica Minerals**) has established a Share Sale Facility (**Facility**) for eligible shareholders to sell their unmarketable parcel shareholding in Metallica Minerals without incurring any brokerage or handling costs.

The Facility is available to shareholders who as at 17 September 2021 (**Record Date**) were holders of Shares in Metallica Minerals valued at less than A\$500 (each being an **Unmarketable Parcel**). Based on the closing price of 3 cents for a share on the Record Date, an Unmarketable Parcel is any holding of 16,666 shares or less (**Sale Shares**).

Our records show that you were an Unmarketable Parcel holder at the Record Date. Unless you advise the Company by 5.00pm (AWT) on 9 November 2021 (**Closing Date**) that you do NOT wish to sell your shares, Metallica Minerals intends to sell your shares through the Facility in accordance with Clause 12.3 (b) of the Company's Constitution. However, if on the Closing Date the value of your shares has increased such that you no longer have an Unmarketable Parcel (e.g. due to an increase in the Company's share price or the number of shares you hold) your shares will NOT be sold.

### Key Dates

Event	Date
Unmarketable Parcels Record Date	17 September 2021
Unmarketable Parcels Announcement to ASX	20 September 2021
Letters sent to shareholders holding Unmarketable Parcels	27 September 2021
Closing Date for receipt of Share Retention Form	5.00pm (AWT) 9 November 2021

### To retain your holding of Shares

If you wish to retain your Unmarketable Parcel of Metallica Minerals Shares (i.e. you do NOT wish to sell your Shares through the Facility) you must complete and return the **Share Retention Form** so that it is received by 5.00pm (AWT) on the Closing Date which is 9 November 2021. This Share Retention Form is attached.

You may also ensure that your Unmarketable Parcel of Metallica Minerals Shares is not sold by increasing the total number of shares you hold at the Closing Date. If on the Closing Date the total number of shares you hold has increased such that you no longer have an Unmarketable Parcel (e.g. due to the purchase of additional shares) your shares will not be sold. For a purchase to be effective notification that you wish to retain your Shares, any additional Shares acquired must be registered by the Closing Date under the same name and address and with the same holder number (SRN or HIN) as set out in the accompanying Share Retention Form.

**If you do not take any action before the Closing Date your Shares will be sold**

Under the Facility, your Shares will be sold by the Company (acting as your agent) to private investors. The Company has obtained indicative support from sophisticated investor clients of Mahe Capital Pty Ltd for this purpose. These investors supported the Company's recently completed rights issue.

The final sale price will be determined by reference to the market price of Metallica Minerals shares on ASX at or around the Closing Date of the Share Sale Facility. Therefore, if on the Closing Date the value of your shares has increased such that you no longer have an Unmarketable Parcel (e.g. due to an increase in the Company's share price or the number of shares you hold) your shares will NOT be sold.

Under the Facility, the Company:

- i) is authorised to sell all of your Sale Shares without any transaction costs being incurred by you; and
- ii) will pay you the sales proceeds by cheque or direct credit following settlement of the sale of all Sale Shares through the Facility.

To ensure the sales proceeds may be paid to you by direct credit, please update your direct credit instructions online through the Link Market Services Registry Website: [www.linkmarketservices.com.au](http://www.linkmarketservices.com.au). Any update will be required to be made before the Closing Date of 9 November 2021.

If you need help deciding what to do or if you require information regarding the financial, legal or tax consequences of participating in the Facility, you should consult your legal, financial or taxation or professional adviser.

The attached information sheet sets out further details of the Facility, which you should read before making any decision. You can also contact the Company if you have any queries about lodging your Share Retention Form or the operation of the Facility.

Yours faithfully,

Theo Psaros  
Executive Chairman  
**METALLICA MINERALS LIMITED**

## INFORMATION SHEET

### UNMARKETABLE PARCEL SHARE SALE FACILITY

**1. What is an Unmarketable Parcel?**

An Unmarketable Parcel is a holding of Metallica Minerals Shares valued at less than A\$500. Based on the closing price of Metallica Minerals Shares at the Record Date, this is a holding of 16,666 ordinary shares or less.

**2. What was the closing price of a Share at the Record Date?**

The closing price of a Metallica Minerals Share at the Record Date was 3 cents per Share.

**3. What do I have to do to sell my Shares through the Facility?**

Nothing. Your Shares will automatically be sold unless you return a Share Retention Form.

**4. How will my Shares be sold under the Facility?**

Under the Facility, your Shares will be sold by the Company (acting as your agent) to private investors. The Company has obtained indicative support from sophisticated investor clients of Mahe Capital Pty Ltd for this purpose.

**5. What price will I receive for Shares sold through the Facility?**

The price at which shares will be sold will be determined by market conditions at or around the Closing Date of the Facility and may be different from the market price prevailing at the time. All shareholders who sell their shares through the Facility will receive the same price per share. If on the Closing Date the value of your shares has increased such that you no longer have an Unmarketable Parcel (e.g. due to an increase in the Company's share price or the number of shares you hold) your shares will NOT be sold. You will not have control over the time at which your shares are sold, the price you receive may be different from the price appearing in the media or quoted by ASX on any day and may not be the best price on the day that your shares are sold.

**6. When will the proceeds for the sale of Shares be sent to me?**

Payment will be sent to you following settlement of the sale of all Sale Shares through the Facility or otherwise as soon as it is practicable. Payment will be made in Australian dollars either by direct credit to your nominated account (where we have your details) or by cheque. You will be notified by way of a transaction confirmation statement of the number of your Shares that have been sold and total sale proceeds payable to you. The transaction confirmation statement (and cheque if direct credit details have not been provided) will be sent by post to your address as shown in the share register.

**7. What if my details require updating?**

Should you wish to update either your direct credit instructions or your address in the share register, you can amend these details online through the Link Market Services Registry Website: [www.linkmarketservices.com.au](http://www.linkmarketservices.com.au). You will be required to enter your SRN or HIN and postcode as shown on your enclosed Share Retention Form. Please ensure your updated instructions are provided by the Closing Date which is 9 November 2021.

**8. What do I have to do if I wish to retain my Metallica Minerals Shares?**

If you wish to retain your Metallica Minerals Shares, you must sign and return the Share Retention Form so that it is received before the Closing Date 5.00pm (AWT) on 9 November 2021. If your Share Retention Form is not received by the Closing Date and you have not otherwise validly notified the Company that you wish to retain your Shares by the Closing Date, the Company will be entitled to sell your Shares for you.

Alternatively, you may also ensure that your Unmarketable Parcel of Metallica Minerals Shares is not sold by increasing the total number of shares you hold at the Closing Date. If on the Closing Date the total number of shares you hold has increased such that you no longer have an Unmarketable Parcel (e.g. due to the purchase of additional shares) your shares will not be sold. For a purchase to be effective notification that you wish to retain your Shares, any additional Shares acquired must be registered by the Closing Date under the same name and address and with the same holder number (SRN or HIN) as set out in the accompanying Share Retention Form.

Further, your Shares will not be sold if, on the Closing Date, their value has increased to A\$500 or more.

**9. Where do I send my Share Retention Form?**

Your Share Retention Form must be sent to:

**By Mail:**

Metallica Minerals Limited  
C/- Link Market Services Limited  
Locked Bag A14  
SYDNEY SOUTH NSW 1235

**10. If I buy more Shares, will I retain my holding?**

Metallica Minerals will not sell your Shares providing you increase your holding to a marketable parcel as at the Closing Date. A marketable parcel of Shares is one worth at least A\$500 based on the ASX closing price of Metallica Minerals Shares, i.e. at least 16,666 Shares where the closing price is 3 cents per share.

For a purchase to be an effective notification that you wish to retain your Shares, any additional Shares acquired must be registered by the Closing Date under the same name and address and with the same holder number (SRN or HIN) as set out in the accompanying Share Retention Form.

**11. What if my Shares are held in a CHESS Holding?**

If you have an Unmarketable Parcel of Shares and your Shares remain in a CHESS Holding, the Company may move those Shares to an Issuer Sponsored Holding and the Shares will then be sold through the Facility on the terms described.

**12. Where can I get further information?**

If you have any questions concerning your shareholding or queries about how the Facility will work, please contact Metallica Minerals Limited on 07 3249 3000 (within Australia) or +61 7 3249 3000 (from outside Australia) between 8:30am and 4:30pm (AEST) Monday to Friday or Link Market Services on Telephone: 1300 554 474 (within Australia) or from outside Australia: +61 1300 554 474.

**13. What if I do not know what to do?**

This Information Sheet and accompanying letter do not constitute advice, nor a recommendation to buy, sell or hold Shares, nor that the Facility is the best way to sell your Shares. If you are in doubt about what to do, you should consult your legal, financial or taxation or other professional adviser.

**14. Important notes**

Metallica Minerals Limited reserves the right to change any of the dates referred to in the accompanying letter, in the information above or the Share Retention Form, by written notice to the ASX.



**METALLICA MINERALS LIMITED**  
ABN 45 076 696 092

All Registry communications to:  
Link Market Services Limited  
Locked Bag A14  
Sydney South NSW 1235 Australia  
Telephone: 1300 554 474  
From outside Australia: +61 1300 554 474  
Facsimile: +61 2 9287 0303  
ASX Code: MLM  
Website: [www.linkmarketservices.com.au](http://www.linkmarketservices.com.au)

**IID:**

**SRN/HIN:**

**Number of Shares held as at  
the Record Date, 5:00pm (AWT)  
on 17 September 2021:**

**IMPORTANT NOTICE**

Please return this slip if you do not wish your Shares in Metallica Minerals Limited to be sold. If you do not understand this notice you should immediately consult your financial adviser.

**SHARE RETENTION FORM**

If you wish to retain your Shareholding in Metallica Minerals Limited ("Metallica Minerals") you must detach this slip and return it to Metallica Minerals's Registry, so that it is received no later than 5:00pm (AWT), on 9 November 2021. Slips may be mailed to the addresses below.

**Mailing Address**

Metallica Minerals Limited  
C/- Link Market Services Limited  
Locked Bag A14  
SYDNEY SOUTH NSW 1235

**THIS FORM MUST BE RECEIVED BY LINK MARKET SERVICES LIMITED  
BY NO LATER THAN 5:00PM (AWT) ON THE 9 NOVEMBER 2021**

If you require further information regarding this form, please contact the Metallica Minerals Limited on 07 3249 3000 (within Australia) or +61 7 3249 3000 (from outside Australia) between 8:30am and 4:30pm (AEST) Monday to Friday.

**THIS IS A PERSONALISED FORM FOR THE SOLE USE OF THE SHAREHOLDER AND HOLDING RECORDED ABOVE.**



ABN 45 076 696 092

*Please detach*

**IID:**

**SRN/HIN:**



**RETENTION SLIP**

I/We the Shareholder(s) described above by returning this retention slip, hereby give notice that I/we wish to retain my/our Shareholding in Metallica Minerals, pursuant to clause 12.3(b) of MLM's constitution.



**DO NOT SELL MY SHARES**

**CONTACT DETAILS – Telephone number**

( )

**Telephone number – after hours**

( )

**Contact name**