

20 December 2021

Mayur successfully completes \$5.85 million financing

Mayur Resources Limited (ASX:MRL) advises that it has completed financing of \$5.85 million via a share placement to professional and sophisticated investors in the amount of \$2.85 million and a covenant light Loan Facility in the amount of \$3 million from funds managed by Tribeca Investment Partners in favour of an offering made by MRL to Tribeca Global Resources Credit Pty Ltd and VT Carbon partners (a joint venture between Tribeca Investment Partners and Viridios Capital).

Funds raised will be predominantly applied to:

- Advancement of Mayur's Carbon Credit Estate projects planned to be verified under the United Nation's Reducing Emissions from Deforestation and Forest Degradation (REDD+) program;
- Community endorsed enabling works and village development projects for the Central Cement and Lime (CCL) Project;
- Enabling works for the Orokolo Bay Project, in conjunction with the mine construction works to be undertaken by HBS (refer to "Development Investment by HBS in Orokolo Bay Project" released on 15 December 2021) and following the recent grant of the Mining Lease (announced on 14 December 2021);
- Masterplan Development work for the Tripartite Mayur-Provincial Government-Landowner Special Economic Zone (SEZ), to build upon the recently completed study that has identified 500MW of potential solar power capacity within the SEZ;
- Planning and scoping studies for the portfolio of renewables projects being developed by Mayur Renewables, that includes solar, geothermal, and forestry carbon estates; and
- General corporate and working capital requirements.

\$2.85 million Placement

Whairo Capital acted as lead manager to the placement that was supported by existing shareholders, the Board and sophisticated and high net worth investors. The total of \$2.85 million was secured through the placement of 14,250,000 CDI's at \$0.20 per CDI*.

Mayur Chairman, Mr Charles Fear, and Executive Director Mr Tim Crossley, both participated in the placement in the amount of \$100,000 each, which will be subject to shareholder approval.

Mayur's Managing Director, Mr Paul Mulder, said: "We are very pleased with the outcome of the placement and would like to thank all those involved along with Whairo Capital. We especially appreciate the continued support from our long-term shareholders who also participated. The placement, along with our existing cash reserves, will enable us to continue the development of our project portfolio as we deliver on our strategy of value realisation".



\$3 million Loan Facility

The \$3 million Loan Facility has been provided by funds managed by Tribeca Investment Partners and has a term of 2 years with an interest rate of 8% per annum, with interest payable quarterly in arrears. The \$3 million facility will be utilised for general corporate purposes and to progress Mayur's Carbon Estate projects to be verified under the United Nation's Reducing Emissions from Deforestation and Forest Degradation (REDD+) program in PNG.

The Loan Facility has full option coverage via the issue of 3-year options with a strike price of A\$0.30 per MRL share being a 50% premium to the capital raise placement price of A\$0.20 cents. Proceeds from the exercise of the options will be used to repay the Loan Facility.

Mayur and Tribeca Global Resources Credit Pty Ltd along with VT Carbon shall explore the potential of a partnering or a similar arrangement to progress the establishment of Mayur's carbon estates projects in PNG under an exclusivity through to 31 March 2022. This includes project seed finance, project verified carbon credit (VCU) offtake, VCU product marketing and equity and debt financing arrangements.

The Loan Facility is secured by a general security agreement over MRL's assets with clear carve outs for Mayur's non-renewable subsidiary assets to be able to deal, dispose, encumber etc to continue to actively develop and finance its portfolio of projects in an unconstrained manner.

Eddie Listorti, CEO of Viridios Capital said, "With the support of world-leading carbon project developers, and in future planned collaboration with Mayur Renewables, PNG Landowners and the PNG Government, VT Carbon Partners intends to produce a highest quality, nature based high impact Verra accredited REDD+ projects." Mr Listorti added, "With the clear signal emerging from COP26 in Glasgow of unanimous support to end global deforestation, along with an increasing number of corporations pledging to decarbonise, an avoided deforestation and degradation project like this in PNG is precisely the kind of project that is needed to support such crucial ambitions"

Ben Cleary, CEO Tribeca Investment Partners Asia, added "The VT Carbon Fund is building inventory in partnership with the world's largest offset project developers offering the fund's investors the best nature-based carbon credits available globally."

Mr Mulder said "this is a real show of confidence even at this early stage of our carbon estate and carbon strategy. VT Carbon have also recognised the potential quality of the carbon estates given their pristine and high biodiverse nature and will bring internationally recognised partners to ensure the highest level of governance and social engagement is achieved. This will ensure the Verified Carbon Units (VCUs) released will be of the highest quality and will trade at a significant premium to standard UN-REDD projects.

*The Shares will be issued in the form of CDIs, which are a form of beneficial interest in the Shares held by CDN (a depositary nominee). The issue of CDIs is necessary to allow investors to trade the Shares on ASX and settle the transactions through CHESS. CDIs give a holder similar, but not identical, rights to a holder of Shares. The terms Shares and CDIs may be used interchangeably



This announcement was authorised by Mr Paul Mulder, Managing Director of Mayur Resources Limited.
For more information:

Paul Mulder
Managing Director
Phone +61 (0)7 3157 4400
info@mayurresources.com

Gareth Quinn
Corporate Affairs Manager
Mobile: 0417 711 108
gareth@republicpr.com.au

ABOUT MAYUR

Mayur Resources is focused on the development of natural resources in Papua New Guinea. Our diversified asset portfolio spans iron sands, lime and cement, battery minerals and renewable power generation. Mayur also holds a 43% interest in copper gold explorer/developer Adyton Resources, a company listed on the TSX-V (TSXV:ADY).

Mayur's strategy is to serve PNG and the wider Asia Pacific region's path to decarbonisation by developing mineral projects that deliver higher quality, lower cost, and "net zero" inputs for the mining and construction industries, as well as constructing a renewable energy portfolio of solar, wind, geothermal, carbon mitigation, and battery storage.

Mayur is committed to engaging with host communities throughout the lifecycle of its projects, as well as incorporating internationally recognised Environmental, Social and Governance (ESG) standards into its strategy and business practices

ABOUT VIRIDIOS CAPITAL

Viridios Capital allocates investment capital to carbon finance projects in line with its nature-based market-creation strategy. The company develops and deploys proprietary technology to value, structure, and originate emissions offsets and sustainable development assets, facilitating investment flows and investor returns. Viridios Capital also provides structuring and advisory on sustainable development assets, ESG facilitation, carbon credit portfolio and registry management. With offices in Sydney, London and New York, Viridios was founded in 2019 and holds Australian Financial Services Licence 521837. For more information, visit viridioscapital.com

ABOUT VT CARBON PARTNERS

VT Carbon Partners is a leading carbon-focused fund management business, formed as a joint venture between carbon advisory firm Viridios Capital, and Australia-based, specialist asset manager Tribeca Investment Partners. Working closely with some of the world's preeminent institutional and sovereign investors, VT Carbon Partners deploys capital in high-quality, accredited primary and secondary market projects that champion co-benefits in line with the UN Sustainable Development Goals.