



ASX ANNOUNCEMENT

5 May 2022

FURTHER US\$15M DEBT REDUCTION TO THE EUROCLEAR BOND

- **Further payments to bondholders of US\$15 million**
- **Euroclear Bond principal owing reduced to US\$38.8 million**

TerraCom Limited (ASX: TER) (**TerraCom** or **Company**) is pleased to provide shareholders with the following update regarding further reductions to the Euroclear Bond facility.

The Company has paid a further US\$15 million to bondholders in interest (including special interest), fees and principal. The principal owing on the Euroclear Bond has now reduced to US\$38.8 million.

As previously announced, the first US\$20 million of the US\$60 million Prepayment Facility¹ has already been received and paid to bondholders and the Company is working with its long-standing customer to finalise and receipt the remaining US\$40 million as soon as possible. On receipt of the remaining US\$40 million under the Prepayment Facility, the Euroclear Bond will be fully repaid.

Commenting, Executive Chairman, Craig Ransley said:

"Strong demand in the thermal coal market has continued to support coal prices resulting in solid cash generation for the Company. This in turn has provided the Company with the opportunity to repay the Euroclear Bond earlier than initially forecast.

Notwithstanding the recent delay in the receipt of the remaining US\$40 million of the Prepayment Facility, the Company still remains on track to declare a dividend for the period ending 30 June 2022."

This announcement has been approved by the Board for release.

Craig Ransley
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About TerraCom Limited

TerraCom Limited (ASX: TER) is an emerging company originating as a resource explorer with a large portfolio of operating assets in Australia and South Africa. We are currently enacting a growth strategy towards delivering a Mid-Tier diversified operating and trading business and have global focus on the development of a high yielding diversified asset portfolio for its investors. To learn more about TerraCom visit terracomresources.com.

¹ Refer ASX announcement dated 28 February 2022 "TerraCom signs US\$60 million prepayment term sheet".