

SPQ Raises \$4.0 Million in Share Placement to Advance Multi-Prospect Drilling Program

Superior Resources Limited (ASX: SPQ) has received strong investor support for its 2023 drilling programs, with the Company receiving firm commitments for \$4,000,000 via a placement of 133,333,333 fully paid ordinary shares at a price of \$0.03 per share (Placement), with 1 attaching option (exercise price of \$0.06 and expiry date of 30 November 2024) for every 2 Placement shares subscribed for. Whairo Capital acted as the lead manager of the Placement.

The Placement was strongly supported by a number of new institutions and high net worth investors. The introduction of new institutional investors through the Placement is consistent with SPQ's objective of increasing the institutional investor presence on its share register ahead of the execution of the Company's 2023 drilling programs.

Details of Placement

The Placement is being made to sophisticated investors using the Company's existing placement capacity under ASX Listing Rule 7.1 (66,666,666 options) and 7.1A (133,333,333 shares), and without shareholder approval.

The Placement shares and options will be issued on or around 31 May 2023, subject to receipt of funds. Quotation will be sought for the options, subject to ASX Listing Rules.

The issue price of \$0.03 (3.0 cents) represents:

- a 9.00% discount to the last closing price;
- a 14% discount to the 15-day VWAP.

Use of funds

Proceeds from the Placement will be used to:

- Execute the large Greenvale multi-stage, multi-prospect copper porphyry drilling program. This program will target potential porphyry intrusions across up to three porphyry prospects and delineate areas of near-surface copper and gold mineralisation;
- Progress a Feasibility Study and a Resource expansion program at the Steam Engine Gold Project;
- Commence Phase 2 drilling of Bottletree, targeting at least two potential porphyry core targets generated from vectoring information obtained from the 2022 program;
- **Commence drilling at Superior's most advanced porphyry target, Cockie Creek during June 2023;**
- Corporate working capital; and
- Placement costs.

Superior's Managing Director, Peter Hwang commented:

"We are very pleased with the competitive demand under the capital raise in uncertain market conditions. This clearly demonstrates the value potential in the SPQ stock."

“We are now fully funded to accelerate exploration across multiple prospects with at least two drill rigs within the Greenvale porphyry province. With drilling planned to commence next month at our most advanced porphyry prospect, Cockie Creek, and a second drill rig starting shortly afterwards at Bottletree, we are expecting a lot of exciting momentum at Greenvale.

“In the meantime, we have become particularly excited about new developments that are starting to emerge with a third porphyry prospect, Wyandotte. Detailed field studies are starting to show signs that this may be our most important potential porphyry prospect.

“From the program of activity that we can see ahead of us, this year is shaping up to be a very exciting one indeed. We will provide further updates on each of the prospects as activity starts to ramp up.”

In addition to lead manager fees, Whairo Capital will also be issued 10 million options (exercise price \$0.06, expiring 30 November 2024). The options are issued using the Company’s existing Listing Rule 7.1 capacity and without shareholder approval.

This announcement effectively lifts the trading halt that was requested by the Company on 22 May 2023. The Company is not aware of any reason why the ASX should not allow trading to re-commence immediately.

An Appendix 3B for the issue accompanies this announcement.

This announcement is authorised for release by the board of Superior Resources Limited.

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Terms of options

1. Each Option entitles the holder to be issued one Share.
2. The exercise price of the Options is \$0.06 each.
3. The expiry date of an Option is 30 November 2024.
4. The Options may be exercised at any time prior to the expiry date, in whole or in part, upon payment of the exercise price per Option.
5. The Company intends to apply for quotation of the Options on the official list of the ASX.
6. The holder of an Option may not exercise less than 8,334 Options at any one time unless the holder has less than 8,334 Options in which event the Holder must exercise all of the Options together.
7. The Company will provide to each Option holder a notice that is to be completed when exercising the Options (Notice of Exercise). Options may be exercised by the Option holder in whole or in part by completing the Notice of Exercise and forwarding the same to the Share Registry to be received prior to the expiry date. The Notice of Exercise must state the number of Options exercised, the consequent number of Shares to be issued and the identity of the proposed subscribers. The Notice of Exercise by an Option holder must be accompanied by payment in full for the relevant number of Shares being subscribed, being an amount of the exercise price per Share.
8. All Shares issued upon the exercise of the Options will rank equally in all respects with the Company's then issued Shares. The Company must apply to the ASX in accordance with the Listing Rules for all Shares pursuant to the exercise of Options to be admitted to quotation.
9. There are no participating rights or entitlements inherent in the Options and the holders will not be entitled to participate in new issues or pro-rata issues of capital to Shareholders during the term of the Options. Thereby, the Option holder has no rights to a change in:
 - (a) the exercise price of the Option; or
 - (b) period of exercise of the Option; or
 - (c) except in the event of a Bonus Issue (defined below), a change to the number of underlying securities over which the Option can be exercised.
10. The Company will ensure, for the purposes of determining entitlements to any issue, that Option holder will be notified of a proposed issue after the issue is announced. This will give Option holders the opportunity to exercise their Options prior to the date for determining entitlements to participate in such issues.
11. If from time to time on or prior to the Expiry Date the Company makes a bonus issue of securities to holders of Shares in the Company (Bonus Issue), then upon exercise of his or her Options a holder will be entitled to have issued to him or her (in addition to the Shares which he or she is otherwise entitled to have issued to him or her upon such exercise) the number of securities which would have been issued to him or her under that Bonus Issue if the Options had been exercised before the record date for the Bonus Issue.

12. In the event of any reconstruction (including consolidation, subdivisions, reduction or return) of the authorised or issued capital of the Company, all rights of the Option holder shall be reconstructed (as appropriate) in accordance with the ASX Listing Rules.