
Placement and Entitlement Offer to raise up to \$2.11M

Highlights

- Metal Bank has received firm commitments to raise approximately \$927,000 (before costs) (**Placement**) through the issue of 132,429,645 shares at \$0.007 per Share (**Offer Price**) together with a 1 for 2 free attaching option exercisable at 1.5 cents on or before 31 March 2022 (**New Options**), subject to shareholder approval.
- The Placement attracted strong demand from new sophisticated and professional investors who will add diversity and strength to the Metal Bank share register.
- The Company announces its intention to make a 1 for 6 Entitlement Offer to raise up to an additional \$1,184,510 (**Entitlement Offer**) through the issue of up to 169,215,657 million shares at the Offer Price.
- Shareholders participating in the Entitlement Offer will also receive 1 free attaching New Option for every 2 New Shares applied for.
- Net proceeds of the Placement and Entitlement Offer are to be used to accelerate drilling of the Company's 8 Mile project and advance exploration at the Eidsvold project.

Commenting on the capital raising, Metal Bank's Chair, Ines Scotland said:

"We are excited by the support received in the Placement from new sophisticated and professional investors who are welcomed as shareholders of the Company. We are also happy to invite all existing shareholders to participate in the Entitlement Offer on the same terms.

The funds raised will enable us to accelerate exploration at our high quality 8 Mile and Eidsvold Projects, in pursuit of the multi-million-ounce potential both projects offer. At 8 Mile we will seek to expand on the maiden near surface Resource and Exploration Target¹ and follow the mineralisation down into the potential bulk tonnage intrusion source. At Eidsvold we will be able to refine and drill test priority targets within the Great Eastern Target Area."

¹ MBK: ASX release 23 April 2020

Metal Bank Limited (ASX: MBK) ('Metal Bank', 'MBK' or the 'Company') is pleased to announce a successful share placement and commencement of an Entitlement Offer to raise a combined total of up to \$2,111,517 (**Capital Raising**).

Placement

The Placement has raised approximately \$927,000 for the issue of 132,429,645 new fully paid ordinary shares in the Company (**New Shares**) to sophisticated and professional investors.

Participants in the Placement will also receive 1 New Option exercisable at 1.5 cents on or before 31 March 2022 for every 2 New Shares applied for, subject to shareholder approval.

The Offer Price of A\$0.007 represents a discount of 30.9% to the company's 15 day VWAP of A\$0.0101 and a 24.6% discount to the 30 day VWAP of \$0.0093.

The New Shares will be issued on or around 5 August 2020 and are within the Company's 15% placement capacity under Listing Rule 7.1.

Issue of the New Options to Placement participants is outside the Company's Listing Rule 7.1 capacity and will be subject to shareholder approval at a General Meeting of Shareholders. A Notice of Meeting is currently under preparation and expected to be dispatched around the same time as the Prospectus for the Entitlement Offer.

The New Shares will rank equally with existing fully paid shares of the Company.

As far as the Company is aware, no New Shares were issued or agreed to be issued in the Placement to a related party, or otherwise to any person referred to in Listing Rule 10.11.

Brokers assisting in the Placement will receive a management fee of 6% of the total amount raised and will be issued with up to 15 million New Options, subject to shareholder approval.

Entitlement Offer

The Company is also pleased to announce a non-renounceable Entitlement Offer on a 1 for 6 basis to raise up to \$1,184,509 before costs.

Under the Entitlement Offer, eligible shareholders will be able to subscribe for 1 New Share for every 6 Shares held by them on the Record Date at the Offer Price. In addition, 1 New Option will be issued for every 2 New Shares issued under the Entitlement Offer.

The Entitlement Offer will not be underwritten.

Entitlements are non-renounceable and shareholders who do not take up their entitlements will not receive any value in respect of those entitlements that they do not take up.

In addition to being able to apply for New Shares and New Options under the Entitlement Offer, eligible shareholders will also have the ability to apply for additional New Shares and receive additional New Options in excess of their entitlement under a Top Up Facility.

The Directors reserve the right to place any shortfall under the Entitlement Offer at their discretion within 3 months of the closing date of the Offer.

Further details regarding the terms of the Entitlement Offer will be provided in a Prospectus, expected to be despatched to eligible shareholders together with a personalised entitlement and acceptance form on 12 August 2020.

The indicative key dates for the Entitlement Offer are as follows:*

Event	Date
Announcement of the Placement and Entitlement Offer	31 July 2020
Settlement of Placement	5 August 2020
Issue and Allotment of Placement Shares	6 August 2020
Lodgement of Prospectus with ASIC and ASX	6 August 2020
Entitlement Offer "Ex" Date	10 August 2020
Record Date for the Entitlement Offer	5pm (AEDT) 11 August 2020
Despatch of Prospectus and personalised acceptance forms to Eligible Shareholders under the Entitlement Offer	12 August 2020
Opening Date for acceptances of the Entitlement Offer	12 August 2020
Last day to extend the Entitlement Offer Closing Date	28 August 2020
Closing Date for acceptances of the Entitlement Offer	5pm (AEDT) 2 September 2020
Entitlement Offer securities quoted on a deferred settlement basis	3 September 2020
Announcement of results of Entitlement Offer	7 September 2020
Allotment of New Shares and New Options under the Entitlement Offer; Dispatch of holding statements; Appendix 2A to be lodged with ASX applying for quotation of all securities issued	9 September 2020
New Share trading on a normal basis	10 September 2020

*The dates above are indicative only and are subject to change. The Directors may vary these dates subject to any applicable requirements of the Corporations Act or the Listing Rules.

Use of Funds

Funds raised from the Placement and Entitlement Offer will be used to:

- accelerate drilling on the Company's 8 Mile Project with the objective of expanding the maiden Inferred Resource and converting the Exploration Target to a Mineral Resource, together with deeper drilling to test and work down into the bulk tonnage target at Flori's Find prospect² and further drilling of the Perry prospect;
- conduct drilling to test the Great Eastern Target³ at the Eidsvold Project and further surface studies followed by drilling over the additional high priority target areas; and
- fund working capital and costs of the issue.

² MBK:ASX Release 23 April 2020

³ MBK:ASX Release 5 May 2020

Metal Bank's Projects

MBK has two exciting gold projects in South East Queensland – 8 Mile and Eidsvold. The projects are both associated with historical goldfields and represent intrusion related gold systems (IRGS) with multi-million-ounce upside (Figure 2).

Both projects are located in the northern New England Fold Belt of central Queensland, which also hosts the Cracow (3 Moz Au), Mt Rawdon (2 Moz Au), Mt Morgan (8 Moz Au, 0.4 Mt Cu) and Gympie (5 Moz Au) gold deposits.



Figure 2: Location of Metal Bank Projects

The **8 Mile project** (centred on the Perry goldfield) represents a large hydrothermal mineral system near the Mt Rawdon gold mine (2 Moz).

Mineralisation at the Eastern Target of the 8 Mile project is focused along a >3.6km long structural corridor which hosts the Perry prospect in the north and Flori's Find prospect in the south.

A near surface maiden Inferred Mineral Resource of 195,000t @ 2.4g/t Au has been identified at the Flori's Find prospect forming the basis for an Exploration Target of 3.6 to 5.1 Mt grading between 1.60 - 2.14 g/t Au for a total of 180,000 to 355,000 oz Au using a nominal 1 g/t Au cut-off⁴.

Recent drilling at Flori's Find has now demonstrated down dip and strike extensions to the Inferred Mineral Resource and in support of the Exploration Target⁵. Mineralisation remains open down-dip and northeast along strike and is now interpreted to be much closer to a

⁴ MBK: ASX Release 23 April 2020

⁵ MBK: ASX Release 6 July 2020

potential bulk tonnage intrusion source than previously recognised. This is due to the strong correlation between gold mineralisation and broad zones of anomalous molybdenum in a number of drill-holes. The bulk tonnage target zone is defined by a strong induced polarisation anomaly directly down dip to the west of drilling at Flori's Find and also beneath a historical Cu-Ag-Au mine where rockchip mine dump sampling by MBK returned up to 15% Cu. Mineralisation at the mine is interpreted to be leakage directly above the bulk tonnage target

These results provide the confidence for MBK to embark on a two-pronged exploration strategy at Flori's Find, to work towards the Exploration Target in the near surface mineralisation and to directly test for bulk tonnage mineralisation down dip.

MBK's **Eidsvold project** is centred on the 100,000 oz Au production historical Eidsvold goldfield within the highly fertile Eidsvold Intrusive Complex. The Eidsvold project tenure encapsulates the entire Eidsvold Intrusive Complex and MBK has completed regional airborne geophysical and surface geochemical studies to identify large-scale gold targets beneath overlying post mineralisation sediment. The Great Eastern Target is the largest of these and offers a drill ready opportunity to test a highly prospective 7km² target, which is of a similar scale and geophysical response as the 3 Moz Mt Leyshon deposit.

The trading halt in the Company's shares can now be lifted.

Authorised by the Board.

For further information contact:

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Sue-Ann Higgins - Director and Company Secretary
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Competent Persons Statement

The information in this announcement that relates to Exploration Results, Mineral Resources and Exploration Target statements is based on information compiled or reviewed by Mr Trevor Wright as set out in the Company's ASX Releases dated 7 Nov 2019, 23 April 2020 and 6 July 2020 (8 Mile) and 5 May 2020 (Eidsvold). The Company is not aware of any new information or data that materially affects the information included in these ASX Releases and in the case of reported Mineral Resources, all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed. Mr Wright is a Member of The Australasian Institute of Geoscientists and is a contractor to the Company. Mr Wright has sufficient experience which is relevant to the style of mineralisation and type of deposit under

consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Wright consents to the inclusion in the announcement of the matters based on his information in the form and context in which it applies. The Exploration Targets described in this presentation are conceptual in nature and there is insufficient information to establish whether further exploration will result in the determination of Mineral Resources.

About Metal Bank

Metal Bank Limited is an ASX-listed minerals exploration company (ASX: MBK).

Metal Bank's core focus is creating value through a combination of exploration success and quality project acquisition. The company's key projects are the 8 Mile and Eidsvold gold projects situated in the northern New England Fold Belt of central Queensland, which also hosts the Cracow (3 Moz Au), Mt Rawdon (2 Moz Au), Mt Morgan (8 Moz Au, 0.4Mt Cu) and Gympie (5 Moz Au) gold deposits.

The company has an experienced Board and management team which brings regional knowledge, expertise in early stage exploration and development, relevant experience in the mid cap ASX-listed resource sector and a focus on sound corporate governance.

<p>Board of Directors and Management</p> <p>Inés Scotland (Non-Executive Chairperson)</p> <p>Guy Robertson (Executive Director)</p> <p>Sue-Ann Higgins (Executive Director and Company Secretary)</p> <p>Trevor Wright (Exploration Manager)</p>	<p>Registered Office</p> <p>Metal Bank Limited Suite 506, Level 5 50 Clarence Street Sydney NSW 2000 AUSTRALIA</p> <p>Phone: +61 2 9078 7669 Email: info@metalbank.com.au</p> <p>Share Registry</p> <p>Automic Registry Services Phone: 1300 288 664 (local) +61 2 9698 5414 (international) Email: hello@automic.com.au Web site: www.automic.com.au</p> <p>Please direct all shareholding enquiries to the share registry.</p>
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