



1 February 2023

Pani Deferred Consideration Received

- **US\$10M cash received**
- **Sale of Merdeka shares underway**

Lion Selection Group Limited (ASX:LSX) (Lion) is pleased to advise that it has received the deferred consideration for the sale of its interest in the Pani Joint Venture, as previously announced on 31 January 2022¹. The full consideration for the sale of Pani has now been received and Lion is in the process of selling its holding in Merdeka.

Under the deal, Lion was entitled to total consideration of US\$52M comprising:

- US\$22M cash **RECEIVED MARCH 2022** (less Indonesian tax of US\$2.6M)
- US\$20M of Merdeka shares **RECEIVED MARCH 2022, SALE OF SHARES UNDERWAY**
- US\$10M deferred cash **RECEIVED FEBRUARY 2023**

Lion has commenced the process of selling its Merdeka shares, with sales of US\$6.7M to date and a residual holding worth US\$16.4M at the close of trade on 31 January 2023.

On completion of the sale of remaining Merdeka shares Lion expects to hold around \$80M (56 cps) cash which is by far its strongest financial position since 2008.

- Lion directors will consider the implications for dividend and buyback policy once cash from selling Merdeka is received.
- Lion's focus will be prioritising investment in Australia and on precious metals, base metals and strategic minerals.

¹ Refer to ASX release by Lion 31 January 2022

