

ASX ANNOUNCEMENT

26 October 2020

\$5.0M PLACEMENT OVERSUBSCRIBED AND LAUNCH OF SPP

- **Cyprium secures \$5.0 million in a highly oversubscribed placement, with strong institutional component**
- **Funds will be used to accelerate activities at the Company's Murchison copper-gold projects in Western Australia**
- **Board and Senior management to apply for \$0.2 million in the SPP**

Cyprium Metals Limited (ASX:CYM) (**Cyprium** or the **Company**) is pleased to announce that it has secured \$5.0 million through a highly oversubscribed placement from sophisticated, professional and institutional investors of 33,333,333 fully paid ordinary shares (**Shares**) in the Company at \$0.15 per Share (the **Placement**). The Placement comprises:

- (a) **Tranche 1:** 11,505,120 Shares to be issued under the Company's existing placement capacities (5,899,172 Shares under Listing Rule 7.1, and 5,605,948 Shares under Listing Rule 7.1A); and
- (b) **Tranche 2:** 21,828,213 Shares, which is subject to approval by the Company's shareholders (**Shareholders**).

Additionally, in recognition of the support that has been received from the Company's existing members, eligible Shareholders will be offered to participate in a Share Purchase Plan (**SPP**), which is aimed to raise a further \$1 million, at the same issue price of \$0.15 per Share. The issue price for the Placement and SPP, represents a 11.5% discount to the volume weighted average price (**VWAP**) of the Shares during the 5 trading days prior to the trading halt requested by the Company on 22 October 2020.

Westar Capital and Foster Stockbroking acted as Joint Lead Managers to the Placement (**Lead Managers**). The Company will pay the following fees to the Lead Managers:

- (a) a placement fee of 6% of gross funds raised; and
- (b) 6,000,000 unlisted Options, exercisable at \$0.30 each with expiry in 2 years from the date of issue.

The Placement is being conducted without a prospectus with the Shares being offered to and subscribed for, by investors to whom disclosure is not required under the Corporations Act.

Executive Director Barry Cahill commented: *"We would like to thank the existing and incoming Cyprium shareholders for their support in this heavily over-subscribed capital raise. The Company is now well funded to advance the potential development of our Cue and Nanadie Well Copper-Gold Projects by commencing geophysics and drilling campaigns to target extensions to the existing resources whilst also testing other high priority targets. With the injection of new capital and strong copper fundamentals, we are excited for what is to come."*



Share Purchase Plan Information

Cyprium will offer eligible Shareholders the opportunity to subscribe for up to \$30,000 worth of Shares at \$0.15 per Share, being a discount of 11.5% to the 5-day VWAP as at close of trading on 21 October 2020. No brokerage or commissions are payable by Shareholders in respect of the Shares applied for under the SPP.

Participation in the SPP is optional and is available solely to eligible Shareholders who are registered as at close of trading on 23 October 2020 (**Record Date**).

The SPP offer document will be provided to eligible shareholders together with their personalised application form in the coming days.

The Shares issued under the SPP will rank equally with existing Shares in Cyprium.

Indicative Timetable

An indicative timetable for the SPP is set out below.

Indicative Timetable*	
Record Date for SPP	23 October 2020
Announce Placement and SPP, and Appendix 3B on ASX	26 October 2020
Issue of Tranche 1 Placement Shares, Appendix 2A and cleansing notice for Tranche 1 Placement Shares Dispatch SPP offer document to Shareholders and release cleansing notice for SPP Shares	30 October 2020
Opening date for SPP	2 November 2020
Closing date for SPP	16 November 2020
Announcement of results	17 November 2020
Expected date of issue of SPP Shares	20 November 2020
Issue of Tranche 2 Placement Shares (subject to Shareholder approval), Appendix 2A and cleansing notice for Tranche 2 Placement Shares	7 December 2020

* The timetable is indicative only and Cyprium may, at its discretion, vary any of the above dates without notice, subject to compliance with the ASX Listing Rules and Corporations Act.



Use of Funds

The funds raised under the Placement and the SPP are planned to be used to fund exploration, resource drilling, metallurgical test-work and scoping study at the Company's Murchison Copper-Gold Projects, and for general working capital purposes.

The above is a statement of current intentions as at the date of this announcement. As with any budget, intervening events and new circumstances have the potential to affect the manner in which the funds are ultimately applied. The Board reserves the right to alter the way funds are applied on this basis.

This announcement effectively lifts the trading halt requested on 22 October 2020. The Company is not aware of any reason why the ASX would not allow trading to commence immediately.

This ASX announcement was approved and authorised by the Board.

For further information:

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Follow the Company developments through our website and social media channels:

<https://twitter.com/CypriumMetals> <https://www.linkedin.com/company/cyprium-metals/>



About Cyprium Metals Limited

Cyprium Metals Limited (ASX: CYM) is an ASX listed company with projects in Australia. The Company has a highly credentialed management team that is experienced in successfully developing sulphide heap leach copper projects in challenging locations. The Company's strategy is to acquire, develop and operate mineral resource projects in Australia which are optimised by innovative processing solutions to produce copper metal on-site to maximise value.

The Company has projects in the Murchison region of Western Australia, that is host to a number of base metals deposits with copper and gold mineralisation. The Cue and Nanadie Well Copper-Gold projects are included in an ongoing scoping study, to determine the parameters required to develop a copper project in the region, which provides direction for resource expansion work.

Cue Copper-Gold Project

Cyprium has a joint venture with Musgrave Minerals Limited (ASX: MGV) at the Cue Copper-Gold Project, which is located ~20km to the east of Cue, in the Murchison region of Western Australia. Cyprium has an 80% attributable joint venture interest in the project's copper, gold and silver mineralisation however MGV has a 100% interest in primary gold deposits that are not associated with a copper-gold deposit.

The Cue Copper-Gold Project includes the Hollandaire Copper-Gold Mineral Resource (<https://cypriummetals.com/hollandaire-copper-gold-mineral-resource-estimate/>), which is open at depth. Metallurgical test-work has been undertaken to determine the optimal copper extraction methodology, which resulted in rapid leaching times (refer to 9 March 2020 CYM announcement, "Copper Metal Plated", <https://cypriummetals.com/copper-metal-plated/>).

Resource category	Material type	Volume	Tonnes	Cu %	Cu Tonnes	Au g/t	Au Ounces	Ag g/t	Ag Ounces
Indicated	Oxide	5,000	10,000	1.20	100	0.09	0	4.16	1,300
	Transitional	95,000	275,000	1.80	5,000	0.24	2,100	5.06	44,700
	Fresh	638,000	1,894,000	2.00	37,100	0.31	18,900	6.64	404,400
Sub Total		738,000	2,179,000	2.00	42,200	0.30	21,000	6.43	450,400
Inferred	Transitional	4,000	12,000	0.40	0	0.02	0	0.98	400
	Fresh	194,000	593,000	1.60	9,300	0.41	7,800	6.46	123,200
Sub Total		198,000	605,000	1.60	9,300	0.40	7,800	6.35	123,600
TOTAL		936,000	2,784,000	1.90	51,500	0.32	28,800	6.41	574,000

Hollandaire 2012 JORC Mineral Resource Estimate (values are rounded)

Notes: Differences in sum totals of tonnages and grades may occur due to rounding

Nominal cut-off at 0.3% Cu

Cyprium has an 80% attributable interest in the copper, gold and silver

Gold mineralisation not associated with the copper resource that is 100% attributable to MGV, has not been modelled or reported in the Hollandaire 2012 JORC Mineral Resource estimate

Nanadie Well Copper-Gold Project

The Nanadie Well Project is located ~650km north east of Perth and ~75 km south east of Meekatharra in the Murchison District of Western Australia, within mining lease M51/1040.

Nanadie Wells' basement geology consists of Meeline Suite layered igneous intrusive rocks and amphibolites which are part of the GSWA mapped Murchison Supergroup. Details of the Nanadie Well Copper-Gold Project are available in the announcement made on the Company's ASX platform (ASX: CYM) on 14 July 2020, ("Nanadie Well Copper Project Acquisition", <https://cypriummetals.com/nanadie-well-copper-project-acquisition/>).