

VOLUNTARY SUSPENSION UPDATE

Matador Mining Limited (ASX: MZZ) ("Matador" or the "Company") voluntarily suspended trading of its securities on Tuesday, 9 March 2021 to allow the Company to:

- lodge a prospectus and make an application to the Supreme Court of Western Australia (**Court**) seeking declaratory relief relating to prior trading in certain shares issued while those shares remained subject to secondary trading restrictions under the *Corporations Act 2001* (Cth) (the **Act**); and
- submit an application to the Court seeking orders in relation to the Company's inadvertent failure to appoint its auditor at its 2020 annual general meeting in accordance with certain provisions of Chapter 2M of the Act and associated orders.

Although the Board does not consider that the oversights described in this announcement are a price sensitive matter, it had no alternative but to request a suspension in accordance with section 4.7 of ASX Guidance Note 30, which provides that trading in securities is suspended while an entity makes a court application to rectify the situation.

In preparing the Company's prospectus (lodged today) and application to the Court the Company has identified the following:

- (a) The Company inadvertently issued cleansing notices in accordance with section 708A(5)(e) of the Act on 4 March 2020 and 24 November 2020 in circumstances where it was not permitted to. The Company apologises for this oversight and withdraws the abovementioned cleansing notices.
- (b) The Company inadvertently failed to apply for quotation of shares offered under a cleansing prospectus dated 15 June 2020 pursuant to section 723(3)(a) of the Act. The Company will shortly lodge an Appendix 2A for the 100 shares offered under that prospectus.
- (c) The Company applied for quotation of shares issued under a cleansing prospectus dated 8 July 2020 outside of the seven day time period permitted by section 723(3)(a) of the Corporations Act.
- (d) The Company issued shares on conversion of unquoted options on the following dates (**Conversion Shares**) and contravened section 707(3) and section 727(1) of the Act as the shares were issued without disclosure and the Company did not provide for their on-sale by issuing a prospectus under section 708(11) of the Act or a cleansing notice (if one was able to be issued):

Date of share issue	Number issued	On-sold (Y/N)
14 October 2019	250,000	Yes
23 October 2020	277,500	Yes
2 November 2020	100,000	Yes
16 November 2020	100,000	No
24 November 2020	62,500	Yes

Date of share issue	Number issued	On-sold (Y/N)
13 January 2021	50,000	No
22 January 2021	452,500	No
15 February 2021	1,562,500	Yes

- (e) In an Appendix 2A lodged with ASX on 12 January 2021, the Company incorrectly stated the issue date for 100,000 shares issued on exercise of unquoted options as 6 January 2021 when it should have read 2 November 2020.

In respect of the Conversion Shares above, the Company is aware that there have been some sales of Conversion Shares in breach of section 707(3) of the Act and confirms that it will shortly lodge a cleansing prospectus to ensure that any further offers for sale, or sale, of the Conversion Shares do not breach the Act (in accordance with section 708A(11) of the Act).

The Company regrets the above oversights and wishes to assure shareholders that it is progressing a resolution to this matter as quickly as possible with a view to having the Company's shares reinstated to trading without delay.

Additional information

The Company has advised ASIC and ASX of this oversight and of its intention to make the application to the Court. It is anticipated that the Court application will be made imminently and the Company will continue to advise the market accordingly. Any affected shareholder may wish to seek independent advice and/or contact the Company directly should they have any queries.

This announcement has been authorised for release by the Board.

To learn more about the Company, please visit www.matadormining.com.au, or contact:

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