



13 April 2021

Dear Shareholder

Strickland Metals Limited – Non-Renounceable Pro-rata Entitlements Issue

Strickland Metals Limited ACN 109 361 195 (**Company**) has announced a non-renounceable pro-rata entitlement issue of two (2) Shares for every three (3) Shares held by eligible shareholders at an issue price of \$0.018 per Share (each a **New Share**), together with one (1) free attaching option for every two (2) Shares subscribed for and issued (each a **New Option**) (**Offer**). The New Options will have an expiry date that is the third anniversary of the date of their issue and will each be exercisable at \$0.036, payable in full on exercise. The Offer is intended to raise up to \$5,053,818 before costs associated with the Offer.

The Offer is being made to all shareholders of the Company named on its register of members at 7:00 p.m. (AEST) on 16 April 2021 (**Record Date**), whose registered address is in Australia or New Zealand (each an **Eligible Shareholder**).

The Company lodged an offer document for the Offer (**Offer Document**) with ASIC and ASX on 12 April 2021. A copy of the Offer Document is available on the ASX website (ASX:STK).

Each New Share will rank equally with all fully paid ordinary shares in the capital of the Company already on issue (each a **Share**). The Offer may be accepted at any time up to 5.00 p.m. on the closing date of 10 May 2021 (**Closing Date**).

Following the Closing Date, assuming that all New Shares the subject of the Offer are validly subscribed for, the Company will issue approximately 280,767,680 New Shares and 140,383,840 New Options.

Purpose of the Offer

The purpose of the Offer is to raise up to approximately \$5,053,818 to enable the Company to fund:

- continued exploration of the Company's existing projects in Western Australia and potential project acquisitions; and
- costs associated with the Offers; and
- a portion of the Company's working capital needs.

The Offer is fully underwritten by Enrizen Capital Pty Ltd (**Underwriter**). In consideration for that commitment, the Company has agreed to provide to the Underwriter the following consideration:

- an underwriting fee of 6% of the gross amount raised under the Offer; and
- 20 million options on the same terms as the New Options described above.

Eligibility

The purpose of this letter is to give you notice, as an Option Holder of the Company, that if you wish to participate in the Offer, you must exercise those some or all of your options before the Record Date in order to qualify as an Eligible Shareholder in respect of the Shares underlying the options you have exercised.

Please be aware that the exercise price of your options may be higher than the issue price under the Offer (at \$0.018) and the most recent market price of the Shares.

If you wish to exercise your options, the notice of exercise of options and payment of the exercise price of the options must be received by the Share Registry, Automatic, on or before 15 April 2021. Any Option Holder who submits a notice of exercise of options after this date cannot be assured to receive the Shares underlying the options that are the subject of that notice by the Record Date.

There is no obligation to exercise any or all of your options. The purpose of this letter is to inform you of your rights in relation to the Offer and your options. **If you do not wish to participate in the Offer, you do not need to do anything.**

Key Dates and Offer Timetable

| Event | Anticipated Date* |
|--|---|
| Issue of notice under section 708AA(2) of Corporations Act (Cleansing Notice) | 12 April, 2021 |
| Announcement of Offer and lodgment of Appendix 3B and Offer Document with ASX and ASIC | 12 April, 2021 |
| Shares quoted on an “ex-rights” basis** | 15 April, 2021 |
| Record Date for determining eligibility of Shareholders to participate under the Offer | 7.00 p.m. (AEST), 16 April, 2021 |
| Offer Document and Entitlement and Acceptance Form dispatched to Eligible Shareholders | 21 April, 2021 |
| Last date to extend the Closing Date | 5 May, 2021 |
| Closing Date | 5.00 p.m. (AEST), 10 May, 2021 |
| New Shares and New Options Quoted on a deferred settlement basis | 11 May, 2021 |
| ASX notified of Shortfall Shares (if any) | 13 May, 2021 |
| Issue date/lodgment of Appendix 2A with ASX | 17 May, 2021 (before noon) |
| Normal trading of New Shares and New Options expected to commence | 18 May, 2021 |

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| Dispatch of Shareholder holding statements (deferred settlement trading ends). | 19 May, 2021 |
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*These dates are determined based upon the current expectations of the Directors. The Directors may extend the Closing Date by giving at least three Business Days' notice to ASX prior to the Closing Date. Such extensions would have a consequential effect on subsequent dates.

If you have any queries regarding the Offer, please contact your financial adviser or, the Share Registry, on +61 2 9698 5414.

This release has been authorised by:

Sleiman Majdoub
Company Secretary
Strickland Metals Limited

For more information contact:

Phone: +61 (8) 9316 9100
info@stricklandmetals.com.au