



## CHAIRMAN'S ADDRESS – GENERAL MEETING 2021

### ASX ANNOUNCEMENT

Date 24 September 2021

ASX Code: MYL

#### BOARD OF DIRECTORS

Mr John Lamb  
Executive Chairman, CEO

Mr Rowan Caren  
Executive Director

Mr Jeff Moore  
Executive Director

Mr Paul Arndt  
Non-Executive Director

Mr Andrew Teo  
Non-Executive Director

#### ISSUED CAPITAL

Shares 1,901 m.

Unlisted Options 53 m.

Myanmar Metals Limited (ASX: MYL) advises that Chairman and CEO, Mr John Lamb, is addressing shareholders at the General Meeting (GM) at 11am AWST today.

A copy of the Chairman's Address is enclosed.

Authorised for release to the ASX by

Rowan Caren

Executive Director and Company Secretary

#### About Myanmar Metals Limited

Myanmar Metals Limited (ASX: MYL) is an explorer and mine developer listed on the Australian Securities Exchange. The Company holds a majority 51% participating interest in the Bawdwin Project in joint venture with its two local project partners, Win Myint Mo Industries Co. Ltd. (WMM) and EAP Global Co. Ltd. (EAP). Shareholder approval for the sale of its interests in the Bawdwin Project to WMM is to be sought at a General Meeting to be held on Friday 24 September 2021.

## Chairman's Address

Welcome to what I expect will be the last meeting of shareholders under the name Myanmar Metals. You may have also seen the Annual Report for last year, and the financial accounts, that have all been released this week for the last time as Myanmar Metals.

Over the past four years, together with our partners in Myanmar, our Company has resurrected one of history's greatest orebodies. Our small team worked tirelessly and made great progress, but the events of February 1<sup>st</sup> this year brought all that to an end. To say that I am disappointed would be a gross understatement.

Today marks the end of the Bawdwin adventure, the end of our time in Myanmar, and the end of our time as Myanmar Metals. And, as I have done on many past occasions, I am once again asking for your support.

As you know, an exit from Bawdwin is necessary, because staying is now impossible. The lack of stability, clarity, and confidence in Myanmar at this time makes it impossible for us to bring international finance to bear on the project, impossible for us to gain access to it, and impossible for us to meet our obligations in the meantime. By contrast a local party, with local funding, can be successful and to that end we have spent many months negotiating our exit through the transaction with Win Myint Mo. It represents a return to us of around 75 cents in every dollar spent, which compares extremely well to other exit transactions that we have seen recently.

Despite interest from other parties, as of today Win Myint Mo's offer is the only binding offer that we have before us. It provides the certainty of cash payments, a clear and reasonable time frame for the receipt of those payments, and is subject only to your approval and any regulatory approvals (although I'm not aware of any of those).

The Board recommends it to you, and I ask those of you who are yet to cast your vote, to vote FOR the first resolution.

I want to rule a line under Myanmar. I plan to take our team, our unique skills and experience, and the remainder of your cash, and find a new asset for our Company. I want to finish what we started, and so does every member of the MYL team.

To do so, we will need a new identity:

- We are hardy and tough.
- We survive and thrive in difficult situations.
- We are Australian.
- We are Mallee Resources.

Once again, I ask those of you who have not yet voted on the third resolution, to vote FOR the name change.

At the end of this meeting, I expect that you will have voted Mallee Resources into existence. It will have approximately \$50 million in cash and receivables, and no debt. It will have your support, an excellent team, and well-developed networks that have been built over the past few years as we have taken Bawdwin forward.

It is those networks that will yield our new project. Through them, we are seeing off-market opportunities: projects that others haven't seen or don't realise are for sale. And, if by getting involved we can resolve a problem for the vendor, we can avoid overpaying.

In other words, our connections are our competitive advantage, and for that reason I will avoid naming specific projects. But in general terms, we aim to play to our strengths in later-stage exploration, project development and mine operations. We are looking for quality assets, perhaps in combination. Once we find a good asset, we then apply a set of filters such as jurisdiction and operability. This is an asset-led process: find the asset first and then decide if we can live with its challenges.

And I can tell you that we have seen some excellent ones already. Some are advancing towards formal due diligence.

They say that it takes a village to raise a child, and I think that the same applies to developing a mining project: It takes a good company with a good board and management, a committed and clever team, supportive shareholders, good bankers, and a good broker. We need all those parts, and we need to be credible in the market.

That's where the share consolidation comes in. It is the other piece of the puzzle - the medicine that I have long thought we might need to take, because it is just so much harder if we're a penny stock and that might cost us the opportunity we need.

I would be less convinced if we were trying to do this while the shares were trading at cash backing. But because ASX has determined that we must remain suspended until we find a new project, there will be quite some time, and many events between today and when our shares finally trade. And at that time, we will be valued on the basis of our cash, our team, the deal we have done and of course our new project.

So as with the other two resolutions, if you have not yet voted, please vote FOR Resolution 2.

In a few moments we will move to the voting. Once that is complete, you are welcome to stay and have a coffee and a chat. It will take about 30 minutes to count the votes, after which we will declare the poll results, and I then look forward to giving you one of my new Mallee Resources business cards.

We will issue an introductory presentation on the exchange next week, there will be updates as the transaction progresses, our first quarterly report as Mallee Resources, and of course our AGM in November.

I thank you for placing your trust in me and in my fellow directors, and I look forward to happier days ahead for our company.

#### **DISCLAIMER AND FORWARD LOOKING STATEMENTS**

This Chairman's Address contains "forward looking statements". Such "forward looking statements" may include without limitation: estimates of future earnings, the sensitivity of such earnings to metal prices and foreign exchange rate movements; estimates of future metal concentrate production; estimates of future cash costs; estimates of future cash flow, the sensitivity of such flows to metal prices and foreign exchange rate movements; statements regarding, future debt payments; estimates of future capital expenditure; estimates of reserves, resources and statements regarding future exploration results.

Where the Company expresses or implies an expectation or belief as to future events or results such expectation or belief is expressed in good faith and believed to have a reasonable basis. However, "forward looking statements" are subject to risks, uncertainties and other factors, which could cause actual results to differ materially from future results expressed, projected or implied by such "forward looking statements". Such risks include but are not limited to metal prices, currency fluctuations, increased production costs and variances in grades or recovery rates from those assumed in mining plans, as well as political and operational risks in the countries and states in which the Company operates or sells product and governmental regulation and judicial outcomes.

The Company does not undertake any obligation to release publicly any revisions to any "forward looking statement" to reflect events or circumstance after the date of this presentation or to reflect the occurrence of unanticipated events, except as maybe required under applicable securities laws.