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ASX Announcement
31 March 2022

FULLY UNDERWRITTEN A\$200M PLACEMENT TO FUND PRODUCTION RESTART AT LANGER HEINRICH

- Fully underwritten institutional placement to raise A\$200 million
- Non-underwritten share purchase plan to raise up to a further A\$15 million
- New shares to be issued at A\$0.72 cents per share, representing an 8.9% discount to last close
- Paladin to have pro forma cash of A\$259¹ million post-Equity Raise
- Proceeds from the Equity Raise will be applied to fund the restart of the globally significant Langer Heinrich Mine
- Decision to restart production at Langer Heinrich has been supported by a successful uranium marketing strategy including;
 - The recent Tender Award with a leading US utility
 - Existing offtake agreement with CNNC for up to 25% of Langer Heinrich production, utilising a spot-market pricing mechanism
 - Continuing strong uranium market fundamentals
- Well-defined Mine Restart Plan provides low-risk pathway to a return to production targeted for CY2024
- Formal restart project launch expected in July 2022

Paladin Energy Ltd (Paladin or Company) advises that the Company has launched a A\$215 million equity raise to fund the restart of its Langer Heinrich Mine in Namibia (**Equity Raise**).

The Equity Raise comprises a single tranche fully underwritten share placement to raise A\$200 million (before costs) (**Placement**) and a non-underwritten Share Purchase Plan (**SPP**) to be offered to eligible Paladin shareholders with registered addresses in Australia or New Zealand to raise up to an additional A\$15 million.

Following the Equity Raise, Paladin will have a pro forma cash position of A\$259 million and no corporate debt. This strong financial position de-risks the restart of the Langer Heinrich Mine and positions the Company well for further uranium marketing initiatives.

¹ Assumes AUD/USD:0.75



The decision to restart production at the Langer Heinrich Mine has been supported by:

- a successful uranium marketing strategy that has delivered:
 - Life of Mine offtake with CNNC Overseas Uranium Holding Limited (CNNC) for up to 25% of the Langer Heinrich production, utilising a spot-market pricing mechanism; and
 - a recent Tender Award with a leading US utility;
- continuing strong uranium market fundamentals with positive macro tailwinds for uranium driven by nuclear's position as a reliable, low carbon baseload power source; and
- a well-defined Mine Restart Plan² providing a low-risk pathway to a return to production

A formal restart project launch is expected in July 2022. The commencement of early works, including the mobilisation of key staff and contractors and ordering of long lead time capital equipment, will commence immediately. The Company is targeting commercial uranium production from Langer Heinrich in CY2024.

Proceeds from the Equity Raise will be applied as follows:

Transaction uses of funds	US\$M ¹	A\$M ¹
Restart Capital	87.0	116.0
Working Capital & Fees	74.2	99.0
Total	161.2	215.0

Note 1: Assumes AUD/USD: 0.75 and NAD/USD :15.0 and that the SPP raises the target amount of A\$15 million

Ian Purdy, Paladin's CEO said:

"With the strength of the Company's existing uranium sales offtake with CNNC combined with the recent successful Tender Award and the continuing strong uranium market fundamentals, Paladin can now confidently work towards a formal commencement of the Langer Heinrich Mine Restart Project. The extensive workstreams we have conducted reinforce our confidence in Langer Heinrich as a low risk, robust, long-life operation that is poised to take advantage of the improving uranium market conditions and deliver sustainable value creation for all of our stakeholders."

PLACEMENT DETAILS

Paladin is undertaking a fully underwritten single tranche Placement of approximately 278 million new fully paid ordinary shares (**New Shares**) to raise A\$200 million (before costs). New Shares will be issued at an offer price of A\$0.72 cents per share, which represents a:

- 8.9% discount to the last closing price of Paladin shares on ASX of A\$0.79 cents on 30 March 2022
- 12% discount to the 5-day volume weighted average price (VWAP)

New Shares will be issued under the Placement pursuant to the Company's placement capacity under ASX Listing Rule 7.1.

² ASX Announcement "Langer Heinrich Mine Restart Plan Update, Mineral Resource and Ore Reserve Update" dated 4 November 2021



SPP DETAILS

The SPP aims to raise up to A\$15 million (before costs) and will enable all eligible Paladin shareholders (including retail shareholders) with registered addresses in Australia or New Zealand at 7:00pm (AEDT) on the Record Date of 30 March 2022 (**Eligible Shareholders**) the opportunity to apply for New Shares at the same offer price as the Placement.

Eligible Shareholders will be offered the opportunity under the SPP to apply for up to A\$30,000 worth of New Shares (subject to scale back at the Company's absolute discretion).

New Shares issued under the SPP will rank equally with Paladin's existing shares on issue. The terms and conditions of the SPP will be set out in a SPP Offer Booklet that will be released on ASX and provided to Eligible Shareholders in accordance with the timetable.

ADVISORS

Canaccord Genuity (Australia) Limited and Shaw and Partners Limited are acting as joint lead managers, joint underwriters and joint bookrunners to the Placement. Corrs Chambers Westgarth is acting as Australian legal adviser to Paladin in connection with the Equity Raise.

INDICATIVE TIMETABLE

An indicative timetable of key dates in relation to the Equity Raise is detailed below.

Event	Time (AEDT) / Date
Record Date for Eligibility to participate in SPP	7:00pm Wednesday 30 March 2022
Announcement of Offer and Placement opens	Thursday 31 March 2022
Announcement of completion of Placement and trading halt lifted	Friday 1 April 2022
Dispatch SPP offer documents and SPP offer open date	Wednesday 6 April 2022
Settlement of Placement Shares	Wednesday 6 April 2022
Allotment of Placement Shares	Thursday 7 April 2022
SPP Closing Date	Tuesday 26 April 2022
Announcement of SPP Participation Results	Tuesday 3 May 2022
Issue of New Shares under SPP	Tuesday 3 May 2022

Note: The timetable above is indicative only and may be subject to change. All times and dates refer to Sydney time. Paladin reserves the right to amend any or all of these dates and times without notice or cancel the SPP at any time before New Shares are issued, subject to the *Corporations Act 2001* (Cth), the ASX Listing Rules and other applicable laws. The Company encourages Eligible Shareholders who wish to participate in the SPP to act promptly in submitting their application forms.



FURTHER INFORMATION

Further details of the Equity Raise are set out in the Investor Presentation also lodged on the ASX today. The Investor Presentation contains important information including key risks and foreign offer restrictions with respect to the Equity Raise. For other questions, you should consult your broker, solicitor, accountant, tax adviser, financial adviser, or other professional adviser.

This announcement has been authorised for release by the Board of Directors of Paladin Energy Ltd.

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About Paladin

Paladin Energy Ltd (ASX: PDN) is an Australian listed uranium company focused on maximising the value of its 75% stake in the Langer Heinrich Mine in Namibia.

Langer Heinrich is a globally significant, long-life operation, having already produced over 43Mlb U₃O₈ to date. Operations at Langer Heinrich were suspended in 2018 due to low uranium prices.

Beyond Langer Heinrich, the Company also owns a large global portfolio of uranium exploration and development assets. Nuclear power remains a cost-effective, low carbon option for electricity generation.

This announcement is not financial product, legal, tax or investment advice and has not taken into account your objectives, financial situation or needs.

This announcement contains certain “forward-looking statements”, which can generally be identified by the use of words such as “will”, “may”, “could”, “likely”, “ongoing”, “anticipate”, “estimate”, “expect”, “project”, “intend”, “plan”, “believe”, “target”, “forecast”, “goal”, “objective”, “aim”, “seek” and other words and terms of similar meaning or by using future dates in connection with any discussion of, among other things, expectations regarding the completion of the Equity Raise and the use of proceeds. The Company cannot guarantee that any forward-looking statement will be realised. Achievement of anticipated results is subject to risks, uncertainties and inaccurate assumptions. See the Investor Presentation for a description of key risks with respect to the Equity Raise. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could vary materially from past results and those anticipated, estimated or projected. You should bear this in mind as you consider forward-looking statements, and you are cautioned not to put undue reliance on forward-looking statements.

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