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11 November 2022

WEST COBAR TO RAISE \$2.255M VIA OVERSUBSCRIBED PLACEMENT TO ADVANCE ITS SALAZAR REE PROJECT

Highlights

- Firm commitments received from sophisticated and institutional investors to raise A\$2.255 million (before costs) at \$0.15 per share in an oversubscribed placement
- Proceeds will primarily be used for resource expansion, exploration and continuing metallurgical testwork at the company's flagship Salazar REE project
- West Cobar will be well funded with approximately \$4.5M in cash at the completion of the placement

West Cobar Metals Limited (ASX:WC1) ("West Cobar", "WC1" or "the Company") is pleased to announce it has received firm commitments for the placement of 15,033,664 fully paid ordinary shares ("Shares") at an issue price of \$0.15 per share to raise gross proceeds of A\$2,255,050 before costs ("Placement").

Use of Funds

Funds raised pursuant to the Placement will primarily be used to:

- Conduct aircore drilling at the Salazar REE clay project, 120km north of Esperance in Western Australia;
- Resume metallurgical testwork and research & development studies relating to Salazar;
- Expedite exploration for lithium and gold on the Northern Territory tenement (EL33208) when granted; and
- Review potential new assets/ventures & general working capital purposes.

West Cobar's Chairman, Rob Klug, commented: *"We are delighted with the strong market support received from investors for our oversubscribed placement, which puts us in an excellent position to expand our exploration and development activities at the Salazar REE clay project.*

The results at the Salazar project to date, in combination with a number of nearby success stories, prove that the Esperance region is developing into an outstanding location for REE clays and we are excited to be a key player in the area.

I would like to thank all new and existing shareholders for their ongoing support and we now have funding in place to progress our portfolio of projects including the Cobar West projects as well as assessing new business opportunities in the battery mineral space including the NT tenement (once granted), which is in an emerging lithium province."

Placement Details

The Placement to institutional and sophisticated investors is to be satisfied through the issue of 15,033,664 Shares at an issue price of \$0.15 per Share.

The Shares will be issued in one tranche pursuant to available capacity; 9,775,000 Shares under ASX Listing Rule 7.1 and 5,258,664 Shares under ASX Listing Rule 7.1A. The Placement Shares will rank pari-passu with the existing ordinary fully paid shares in the Company.

The Placement is lead managed by Xcel Capital Pty Ltd (Lead Manager). The Lead Manager will receive a fee of 6% of the gross proceeds raised under the Placement and a total of 1,500,000 unlisted options (exercisable at \$0.225 and expiring three years from the date of issue) ('Lead Manager Options'). In addition, a further 800,000 options may be issued on the same terms as the Lead Manager Options to nominees of the Lead Manager or third parties at WC1's discretion. The Options are being issued under ASX Listing Rule 7.1's remaining capacity.

-ENDS-

This ASX announcement has been approved by the Board of West Cobar Metals Limited.

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Certain information in this document refers to the intentions of West Cobar, but these are not intended to be forecasts, forward looking statements or statements about the future matters for the purposes of the Corporations Act or any other applicable law. The occurrence of the events in the future are subject to risk, uncertainties and other actions that may cause West Cobar's actual results, performance or achievements to differ from those referred to in this document. Accordingly, West Cobar and its affiliates and their directors, officers, employees and agents do not give any assurance or guarantee that the occurrence of these events referred to in the document will actually occur as contemplated.

Statements contained in this document, including but not limited to those regarding the possible or assumed future costs, performance, dividends, returns, revenue, exchange rates, potential growth of West Cobar, industry growth or other projections and any estimated company earnings are or may be forward looking statements. Forward-looking statements can generally be identified by the use of words such as 'project', 'foresee', 'plan', 'expect', 'aim', 'intend', 'anticipate', 'believe', 'estimate', 'may', 'should', 'will' or similar expressions. These statements relate to future events and expectations and as such involve known and unknown risks and significant uncertainties, many of which are outside the control of West Cobar. Actual results, performance, actions and developments of West Cobar may differ materially from those expressed or implied by the forward-looking statements in this document.

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