

## ASX ANNOUNCEMENT

31 January 2023  
ASX Code: MYL

### BOARD OF DIRECTORS

Mr Jeff Moore  
Non-Executive Chairman

Mr John Lamb  
Managing Director

Mr Rowan Caren  
Executive Director

### ISSUED CAPITAL

Shares	404 m.
Performance Rights	5 m.

### Mallee Resources Limited

Suite 1, Ground Floor,  
9 Havelock Street  
West Perth 6005  
Western Australia

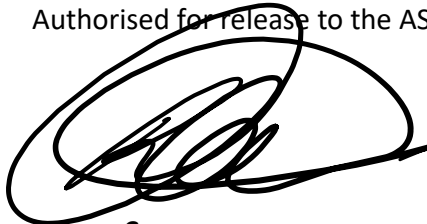
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ABN: 48 124 943 728

# Letter to Shareholders

The following Letter to Shareholders will be despatched to shareholders this week.

Authorised for release to the ASX by



**Rowan Caren**

Executive Director and Company Secretary

### About Mallee Resources Limited

Mallee Resources Limited (ASX: MYL) is an emerging miner. The Company wholly owns the Avebury Nickel Sulphide Project in Zeehan, western Tasmania. The Avebury Project hosts JORC (2012) compliant Mineral Resources of 29.3 Mt at 0.9% Ni<sup>1</sup>, an operating underground mine and a modern processing plant and mine infrastructure. The Avebury Mineral Resource is open at depth and along strike and the prospective host geology hosts outstanding exploration potential.

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<sup>1</sup> The Mineral Resource estimate including JORC Table 1, sections 1, 2 and 3 and the competent persons statement has been previously reported by the Company in accordance with the 2012 Edition of the 'Australasian Code for Reporting of Exploration results, Mineral Resources and Ore Reserves' (JORC Code) on 8 April 2022 and is publicly available at <https://bit.ly/3jifzIM>.



JORC classification	Tonnage (Mt)	Ni (%)	Co (ppm)	As (ppm)
Indicated	8.7	1.0	244	378
Inferred	20.7	0.8	223	297
TOTAL	29.3	0.9	229	321

31 January 2023

Dear Shareholder

The acquisition of the Avebury Nickel project in Tasmania was completed by Mallee Resources Limited (**Company** or **Mallee Resources**) in July 2022. Since that time, the Company has rapidly moved to a restart of the mine, a restart of the mill and the production of nickel concentrate, which it has sold to its offtake partner. In the December quarter you will have seen that the Company generated revenues of \$18.7 million from sales of nickel over a period of two and a half months. We have built a strong and loyal workforce at Avebury and built up our equipment fleet.

This sets up your company for a brave new future mining and selling metals that are key to the decarbonisation of the world. This future is built around our project in Tasmania, a state with a long history of mineral production, a friendly and engaged community, and supportive government in Australia, which has an extremely low sovereign risk rating.

All this has transpired since the Company was thwarted by political events beyond its control in Myanmar. We managed to navigate your company from that situation and have now put the Company in a position where it can prosper and grow.

In order to cement that recovery, it is essential that the Company's securities return to trading.

As you will be keenly aware, trading in the shares of Mallee Resources Limited has been suspended since February 2021. The Company's status during this time has been that of a listed entity whose shares have been suspended from quotation, and it has not been possible to trade shares on ASX.

ASX policy provides for the automatic removal of entities from the Official List of ASX if they are suspended for a continuous period of two years, unless ASX agrees to an extension to the date for an entity's automatic removal. The two year anniversary for Mallee is 3 February 2023.

The possibility that ASX would not agree to an extension of the timeframe for the proposed removal of Mallee Resources from the Official List of ASX has been flagged in previous ASX releases<sup>1</sup>.

The board and management of Mallee has worked tirelessly to secure a re-listing of the company prior to the two year deadline over the past seven months since the acquisition of the Avebury Nickel project in Tasmania. This work has included raising sufficient capital to ensure that the Company can continue to develop the Avebury project in line with its plans and commissioning independent expert reports. Unfortunately, we have been unable to satisfy ASX's requirements for a re-listing or extension prior to their deadline and ASX has confirmed that Mallee Resources will be removed from the Official List of ASX on 3 February 2023.

This removal will not significantly change our plans to relist the Company. Board and management will now pursue an Initial Public Offering (**IPO**).

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<sup>1</sup> Announcements dated 8 September, 27 September 2022, 30 September 2022, 31 October 2022 and 28 November 2022.





Prior to lodging a prospectus for the IPO, we will release financial statements for the half year ended 31 December 2022. Therefore, timing wise we are aiming for a listing early in the second quarter of 2023.

Upon removal from the Official List on 3 February 2023, the only aspect of your shares that will change is the listed status. In all other respects, your shareholding in Mallee Resources will continue and Mallee will continue to own and operate the Avebury Nickel mine and utilise the revenues generated from our operating asset. The board and management of Mallee Resources continue unchanged and the Company's share registry service continues to be provided by Automic.

There is not a guarantee that the Company will be successful with an IPO. The Company must still meet all of the requirements for admission and quotation set out in Chapters 1 and 2 of the ASX Listing Rules. ASX will also retain its absolute discretion under listing rules to admit (or not admit) the Company to the Official List, which it can exercise at any time.

We acknowledge your support and patience to date and we hope you believe in the Company's future as a listed Australian Nickel and Cobalt producer.

Following removal, the Company will no longer lodge announcements on the Market Announcements Platform of ASX. Therefore, in order to keep up to date with the Company's progress and news, shareholders should monitor the Company's website and LinkedIn pages. If you have not already done so, we urge you to ensure that your communication preferences are up to date with Automic share registry.

Yours sincerely

  
John Lamb  
Managing Director

  
Jeffrey Moore  
Chairperson