

18 May 2023

ASX Announcement

### **COMPLETION OF LDA CAPITAL SUBSCRIPTION**

#### **Highlights:**

- LDA Capital pricing period completed.
- LDA Capital subscribes for 554,588,344 shares.
- Classic receives AUD \$494,080.

Classic Minerals Limited (**CLZ** or **Company**) advises that the pricing period for the LDA Capital Limited (**LDA**) subscription has expired and LDA has now completed the subscription for shares pursuant to the Call Notice given to LDA as announced on 31 March 2023 (*see ASX Announcement: Classic Submits Call Notice to LDA Capital*).

LDA has subscribed for 554,588,344 shares (**Subscription Shares**) of the 658,000,000 shares (**Collateral Shares**) put to LDA pursuant to the Call Notice for a total of \$494,080.00 at a price per Subscription Share of \$0.00089. The price per Subscription Share represents 90% of the average VWAP of shares during the 30-day pricing period exclusive of adjusting events being \$0.00089. The remaining 103,411,656 Collateral Shares for which LDA has not subscribed will remain in the account of LDA to be applied for any further Call Notice to be put to LDA Capital Limited.

CLZ submitted the capital Call Notice under the terms of its strategic \$15 million Put Option Agreement (**Agreement or facility**) with the US-based financier announced in December 2022. (*See ASX Announcement dated 15 December 2022: Classic secures A\$20.0m institutional funding package*).

Under the terms of the Facility, LDA can subscribe for a minimum of 50% and a maximum of 200% of the Shares put to LDA Capital.

Market volatility during the pricing period over the 30 trading days meant that a number of days were eliminated from the volume and VWAP calculations, thereby lowering the Collateral Shares available for subscription to 554,588,344 which LDA has subscribed for resulting in a capital raise of \$494,080.00 from the 554,588,344 shares.

Chairman John Lester said the LDA facility had allowed the Company access to capital at reasonable rates. “The LDA Capital Facility was established specifically to ensure the Company had access to a reliable source of capital not wholly dependent on volatile, short-term shifts in equity market sentiment,” he said.

Mr Lester said the capital injection will be used to progress work at Kat Gap.

**CLASSIC MINERALS LIMITED**

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[contact@classicminerals.com.au](mailto:contact@classicminerals.com.au)**About Classic Minerals Ltd**

Expanding its focus from exploration to mining, West Australian-based, minerals house Classic Minerals Ltd holds a pipeline of projects and continues to examine new opportunities both cyclic and counter-cyclic. Currently, ASX-listed Classic holds approximately 578 km<sup>2</sup> of tenements across two major regional exploration areas in minerals-rich West Australia. Classic's ground is in areas with identified high grade gold and base metal targets. Classic's flagship Kat Gap Gold Project has been the recent focus of its exploration, mining and processing efforts and is strategically located some 170 km south of Southern Cross and some 50 km south of the Company's Forrestania Gold Project. With strong grades and near-surface mineralisation Kat Gap is soon to attain full scale production.

**This announcement has been approved by the Board.**

**ENDS:**

**ABOUT THE FORRESTANIA GOLD PROJECT**

The FGP Tenements (excluding Kat Gap) are registered in the name of Reed Exploration Pty Ltd, a wholly owned subsidiary of ASX listed Hannans Ltd (ASX: HNR). Classic has acquired 80% of the gold rights on the FGP Tenements from a third party, whilst Hannans has maintained its 20% interest in the gold rights. For the avoidance of doubt Classic Ltd owns a 100% interest in the gold rights on the Kat Gap Tenements and also non-gold rights including but not limited to nickel, lithium and other metals.

*The Company confirms that it is not aware of any new information or data that materially affects the information included in this market announcement and, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.*

**Forward Looking Statements**

*This announcement may contain certain "forward-looking statements" which may not have been based solely on historical facts, but rather may be based on the Company's current expectations about future events and 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 reasonable basis. However, forward looking statements are subjected to risks, uncertainties, assumptions 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 Resource risk, metals price volatility, currency fluctuations, increased production costs and variances in ore grade or recovery rates from those assumed in mining plans, as well as political and operational risks in the Countries and States in which we operate or sell product to, and governmental regulation and judicial outcomes. For a more detailed discussion of such risks and other factors, see the Company's annual reports, as well as the Company's other filings. Readers should not place undue reliance on forward looking information. The Company does not undertake any obligation to release publicly any revisions to any "forward-looking statements" to reflect events or circumstances after the date of this announcement, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.*