



ABN 39 151 155 207

20 October 2023

**Company Announcements
ASX Limited**

**ESTRELLA COMPLETES \$1.65M PLACEMENT TO ADVANCE LITHIUM ASSET
FOLLOWING UNSOLICITED APPROACH**

Estrella Resources Ltd (ASX: ESR) (Estrella or the Company) is pleased to announce that it has received firm commitments from professional and sophisticated investors to raise \$1,650,000 (before costs) through a placement of 275,000,000 shares at an issue price of \$0.006 per share (**Placement Shares**), together with 1 free attaching listed* option exercisable at \$0.018 and expiring 3 years from the date of issue (**Placement Options**) for every 1 Placement Shares subscribed for and issued (**Placement**) totalling 275,000,000 Placement Options.

Leading Melbourne boutique, Peak Asset Management, led the raise.

Following a recent unsolicited approach from a leading global mining group, the Company will apply resources towards expanding the extensive Lithium potential in Carr Boyd.

The Placement Shares will be issued without shareholder approval utilising the Company's existing placement capacity. The Placement Shares will rank equally with existing fully paid ordinary shares on issue in the Company and quotation of the Placement Shares is expected to occur on or about Thursday, 26 October 2023.

The Placement Options will be issued subject to receipt of shareholder approval, which will be sought as soon as practicable and, in any event, no later than at its AGM in November.

Indicative Use of Funds

The Company intends for the funds raised from the Placement will be primarily used to investigate the lithium potential of the Company's Carr Boyd Project tenure, continuing activities at Carr Boyd Ni/Cu Project, as well as general working capital.

Details of the Placement

275,000,000 Placement Shares will be issued pursuant to the Company's placement capacity under Listing Rule 7.1.

The issue price of \$0.006 represents a 25% discount to the last trading price of \$0.008 on 17 October 2023 and a discount of 21% to the 15-day volume weighted average price of the Company's shares traded on ASX of \$0.0076.



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The Placement was managed by PEAK ASSET MANAGEMENT (PAM) with the assistance of participating brokers with an AFSL. The Company has agreed to pay PAM (**Brokers**) an 6% Placement Fee on funds raised under the offer, and a 1% fee on any capital introduced via a Chairman's List (ex GST), as well as issue PAM (or their nominees) a total of 50,000,000 listed options exercisable at \$0.018 and expiring 3 Years from the date of issue at an issue price of \$0.00001 each (**Broker Options**) on completion of the Placement, subject to shareholder approval (representing additional funds of \$500). In the absence of shareholder approval, the fee is payable in cash to the equivalent value.

The Company will seek shareholder approval for the issue of the Placement Options and Broker Options which will be sought as soon as practicable and, in any event, no later than at its AGM in November. The Company will apply for quotation of the Placement Options and Broker Options following shareholder approval at the AGM, subject to compliance with the requirements under the ASX Listing Rules. In the event that shareholders do not approve the issue of these securities, they will not be issued. A notice of meeting will be dispatched as soon as practicable.

ENDS

The Board of Directors of Estrella Resources Limited authorised this announcement to be given to ASX.

For Further Information Contact

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