



ASX Announcement 9 November 2023

Peak Board Appoints Macquarie Capital as its Strategic and Financial Adviser

- **Peak Board has appointed Macquarie Capital as its strategic and financial adviser**
- **Macquarie Capital's mandate includes:**
 - **Providing advice and supporting negotiations with Shenghe around a funding solution for the Ngualla Rare Earth Project**
 - **Assessing other strategic interest and options for the funding, development and value maximisation of the world-class Ngualla Rare Earth Project**
 - **Assisting Peak in its takeover response planning and preparations**

Peak Rare Earths Limited (ASX: **PEK**) ("**Peak**" or the "**Company**") is pleased to announce the engagement of Macquarie Capital (Australia) Limited ("**Macquarie Capital**") as its strategic and financial adviser.

This engagement follows Peak's execution of the following arrangements on 8 August 2023:

- A binding offtake agreement with Shenghe Resources (Singapore) Pte. Ltd. ("**Shenghe Singapore**"), a wholly owned subsidiary of global rare earths company, Shenghe Resources Holding Co., Ltd. ("**Shenghe**"); and
- A non-binding Memorandum of Understanding ("**MOU**") with Shenghe, which sets out the basis of the parties' cooperation on assessing an integrated Engineering, Procurement and Construction ("**EPC**") and project funding solution for the Ngualla Rare Earth Project ("**Ngualla Project**")¹.

Under the terms of the MOU, Peak and Shenghe agreed to evaluate the potential for Shenghe to subscribe for a significant non-controlling interest in Ngualla Group UK Limited ("**Ngualla Group**") (the vehicle through which Peak holds its interests in Mamba Minerals and the Ngualla Project) as part of a complete funding solution for the Ngualla Project and to minimise any equity funding requirements for Peak.

The appointment of Macquarie Capital has been made as Peak and Shenghe continue to evaluate a potential transaction involving Ngualla Group, having regard to Shenghe's representation on the Peak Board and ~19.8% shareholding.

In addition to providing advice around the valuation and structure of any transaction with Shenghe, Macquarie Capital will also evaluate other strategic interest and options for the

¹ See 9 August 2023 ASX Announcement – Executed Offtake Agreement and Strategic MOU with Shenghe.



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funding, development, and value maximisation of the world-class Ngualla Project and assist Peak with its takeover response planning and preparations.

Macquarie Capital's role will be complementary to that of Peak's debt adviser, WaterBorne Capital, with the objective of achieving an integrated funding solution for the Ngualla Project.

The Peak Board is focused on delivering the best possible outcome for all shareholders, the Government of Tanzania and other key stakeholders.

Peak remains on-track to complete Front-End Engineering and Design ("FEED") by the end of November 2023 and is focused on delivering a Final Investment Decision and an integrated funding solution by the end of May 2024.

This announcement is authorised for release by the Company's Board of Directors.

Bardin Davis

Chief Executive Officer

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