

Underwritten Non-Renounceable Entitlement Issue

Not for release to US wire services or distribution in the United States

Highlights

- **Fully underwritten one for four (1:4) entitlement issue at A\$0.03 per Share to raise gross proceeds of ~A\$3.3 million**
- **One free attaching Listed Option (ASX: FMEO) for every two Shares subscribed for (1:2)**
- **Funds raised will be used for drilling and other exploration activities at the Company's Eileen Bore Project and to progress the Pre-Feasibility Study ("PFS") for the Panton Project following the recent completion and publication of the Company's Panton Scoping Study**

Future Metals NL ("**Future Metals**" or the "**Company**", [ASX | AIM: FME](#)), is pleased to announce that it is undertaking a 1 for 4 non-renounceable entitlement issue of approximately 110,554,930 fully paid ordinary shares ("**New Shares**") at A\$0.03 per New Share (which represents a 26.8% discount to the 5-day VWAP on 12th December 2023) together with 1 free attaching Listed Option (ASX: FMEO) for every 2 New Shares applied for and issued, exercisable at A\$0.10 on or before 11 June 2024 ("**Listed Options**"), to raise approximately A\$3,316,648 (before costs) ("**Entitlement Issue**"). Fractional entitlements will be rounded down to the nearest whole number.

The Entitlement Issue will be offered to holders of shares in the Company registered at the record date and who have a registered address in either Australia, the United Kingdom, or New Zealand ("**Eligible Shareholders**").

The Company has entered into an underwriting agreement with CPS Capital Group Pty Ltd ("**Underwriter**") to underwrite the Entitlement Issue to a value of A\$3,316,648 ("**Underwritten Amount**"), being 100% of the funds to be raised under the Entitlement Issue based on the number of Shares on issue as at the date of the Prospectus. Further details of the fees payable to the Underwriter are set out in the prospectus also lodged with the ASX ("**Prospectus**").

Eligible Shareholders will be offered the opportunity to apply for additional shares above their entitlement, from any shortfall that may arise under the Entitlement Issue.

Net proceeds from the Entitlement Issue will be utilised on exploration activities on the Company's recently acquired Eileen Bore Cu-Ni-PGM Project and to progress the PFS on its Panton Project, following the recent completion of the Panton Scoping Study.

Mr Jardee Kininmonth, Managing Director of Future Metals, commented:

"This fundraising will enable the Company to engage in targeted exploration at its Eileen Bore Project through testing extensional targets, infill drilling and completing initial metallurgical testwork. Additionally, the funds will allow the Company to commence the PFS on its Panton Project, progressing what is one of the most compelling near-term development PGM projects in the western world.

The Company has a very strong platform for growth in 2024 and we look forward to continuing to deliver on our strategy to prepare Panton for development, including potentially incorporating the nearby Eileen Bore into the overall development plan."

Details of the Entitlement Issue

Future Metals is offering eligible shareholders the opportunity to participate in an Entitlement Issue to raise A\$3,316,648 (before expenses). The Entitlement will be priced at A\$0.03 per new ordinary share ("**Entitlement Shares**") and will also include one (1) free attaching option ("**Entitlement Option**") for every three (2) Entitlement Shares issued, with the Entitlement Options exercisable at a price of A\$0.10 per share with an expiry date of 11 June 2024.

The Entitlement Issue will provide eligible shareholders, being those shareholders who were recorded on the Company's share register at 8.00pm (AEST) on Tuesday, 2 January 2024 with a registered address in Australia, New Zealand or the United Kingdom, with the opportunity to acquire up to one (1) New Share for every four (4) Shares owned (rounded down to the nearest whole number) plus one (1) for two (2) free attaching Listed Option without incurring brokerage or any other transaction costs.

Eligible shareholders who wish to subscribe for securities above their entitlement are invited to apply for shortfall securities under the shortfall offer. Allocation of the shortfall securities will be at the discretion of the Board in conjunction with the Underwriter. In accordance with the terms of the Underwriting Agreement, the Underwriter must subscribe for any remaining shortfall by 29 February 2024.

Based on the number of existing shares at the date of this announcement, a total of approximately 110,554,930 new shares and 55,277,465 Listed Options will be issued under the Entitlement Issue (assuming no shares are issued prior to the Record Date).

The Board advises that Jardee Kininmonth intends to take up his full entitlement in respect of his shareholding in the Company and Justin Tremain intends to take up his entitlement in part.

Further details regarding the terms and conditions of the Entitlement Offer will be set out in a prospectus which is expected to be lodged with ASX on 15 December 2023 and subsequently made available to eligible shareholders.

Indicative Timetable and important dates for the Entitlement Offer¹

Event	Date
Announcement of Offer & Appendix 3B	Friday, 15 December 2023
Lodgement of Prospectus with ASIC & ASX	Friday, 15 December 2023
Ex date	Friday, 29 December 2023
Record Date for determining Entitlements	Tuesday, 2 January 2024
Prospectus despatched to Shareholders & Company announces despatch has been completed	Friday, 5 January 2024
Last day to extend Closing Date	Friday, 12 January 2024
Closing Date*	Thursday, 18 January 2024
Securities quoted on a deferred settlement basis from market open	Friday, 19 January 2024
Announcement of results of issue	Tuesday, 23 January 2024
Issue date and lodgement of Appendix 2A with ASX applying for quotation of the securities (before noon Sydney time)	Thursday, 25 January 2024

¹ This timetable is indicative only and subject to change at the discretion of Future Metals, and subject to Listing Rules. All dates are references to Sydney (AEST) time. Unless otherwise stated. Future Metals reserves the right to modify all dates, including the Entitlement Issue closing date.

Admission to trading (AIM)

Application will be made for admission of the Entitlement Shares to trading on AIM following closure of the proposed Entitlement Issue.

*All dollar amounts are in Australian dollars unless otherwise indicated.

This announcement has been approved for release by the Board of Future Metals NL.

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The information contained within this announcement is deemed by the Company to constitute inside information as stipulated under the Market Abuse Regulation (EU) No. 596/2014 as is forms part of United Kingdom domestic law pursuant to the European Union (Withdrawal) Act 2018, as amended.

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